

## Table of Contents

### Legislative

House of Representatives	1
Senate	2
Joint Legislative Audit & Review Committee	3

### Judicial

Supreme Court	4
Court of Appeals	5
Administrator for the Courts, Office of the	6
Public Defense, Office of	7

### Governmental Operations

Governor, Office of the	8
Lieutenant Governor, Office of the	9
Public Disclosure Commission	10
Secretary of State, Office of the	11
Treasurer, Office of the State	12
Auditor, Office of the State	13
Salaries for Elected Officials, Citizens' Commission on	14
Attorney General, Office of the	15
Caseload Forecast Council	16
Financial Institutions, Department of	17
Community, Trade, & Economic Development, Department of	18
Financial Management, Office of	20
Personnel, Department of	21
Lottery Commission, State	22
Gambling Commission, Washington State	23
Retirement Systems, Department of	24
Investment Board, State	25
Revenue, Department of	26
Municipal Research Council	27
General Administration, Department of	28
Information Services, Department of	29
Insurance Commissioner, Office of	30
Accountancy, State Board of	31
Liquor Control Board, Washington State	32
Utilities and Transportation Commission	33
Military Department	34
Growth Planning Hearings Office	36
Convention and Trade Center, State	37

### Other Human Services

Health Care Authority, Washington State	38
Criminal Justice Training Commission, Washington State	39
Labor & Industries, Department of	40
Health, Department of	41
Veterans' Affairs, Department of	42
Corrections, Department of	43
Sentencing Guidelines Commission	45
Employment Security, Department of	46

### DSHS

Children & Family Services	47
Juvenile Rehabilitation	49
Mental Health	50
Developmental Disabilities	51
Long-Term Care Services	52
Economic Services	53
Alcohol & Substance Abuse	55

Medical Assistance Payments	56
Vocational Rehabilitation	57
Administration & Supporting Services	58
Payments to Other Agencies	59
<b>Natural Resources</b>	
Columbia River Gorge Commission	60
Ecology, Department of	61
Parks and Recreation Commission, State	63
Conservation Commission, State	64
Fish and Wildlife, Department of	65
Natural Resources, Department of	67
Agriculture, Department of	69
<b>Transportation</b>	
State Patrol, Washington	70
Licensing, Department of	72
<b>Public Schools</b>	
OSPI & Statewide Programs	73
General Apportionment	75
Pupil Transportation	76
Special Education	77
Traffic Safety Education	78
Educational Service Districts	79
Levy Equalization	80
Institutional Education	81
Education of Highly Capable Students	82
Education Reform	83
Transitional Bilingual Instruction	85
Learning Assistance Program (LAP)	86
Block Grants	87
Compensation Adjustments	88
Common School Construction	89
<b>Higher Education</b>	
Higher Education Coordinating Board	90
University of Washington	91
Washington State University	92
Eastern Washington University	93
Central Washington University	94
The Evergreen State College	95
Western Washington University	96
Community & Technical College System	97
<b>Other Education</b>	
School for the Blind, State	98
School for the Deaf, State	99
Work Force Training & Education Coordinating Board	100
State Library	101
Arts Commission, Washington State	102
Historical Society, Washington State	103
<b>Special Appropriations</b>	
Bond Retirement & Interest	104
Special Appropriations to the Governor	105
Sundry Claims	107
Employee Compensation Adjustments, State	108
Retirement Systems, Contributions to	109

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**House of Representatives**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	376.0	50,914	50,939
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Transfer of Capitol Tour Program	0.0	-171	-171
2. Actuarial Consulting Services	0.0	0	20
3. Project Citizen	0.0	0	0
4. Reduce PSCs, Travel and Equipment	0.0	-1,152	-1,152
Total Policy Changes	0.0	-1,323	-1,303
1999-01 Revised Appropriations	376.0	49,591	49,636

*Comments:*

**1. Transfer of Capitol Tour Program** - Funding for fiscal year 2001 (a long session) is transferred from the House of Representatives and Senate budgets to the Department of General Administration with no net change in cost. Tours of the Capitol Campus are conducted by the Department with funding previously provided by interagency reimbursement jointly from the Senate and House. In the 2001-03 biennial budget, an additional \$131,500 will be transferred from each of the legislative budgets to the Department for costs in fiscal year 2002 (a short session).

**2. Actuarial Consulting Services** - Funding is provided for actuarial consulting services purchased by the Pension Funding Council.

**3. Project Citizen** - Funding for Project Citizen is shifted from fiscal year 2000 to fiscal year 2001, so that the moneys can be expended throughout the 1999-01 biennium. Project Citizen is a program presented by the National Conference of State Legislatures and the Center for Civic Education to promote participation in government by middle school students.

**4. Reduce PSCs, Travel and Equipment** - Funding for the legislature is reduced to coincide with reductions in other state agencies and reductions that local governments have experienced as a result of Initiative 695.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

9:51 pm

**Senate**

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	297.6	41,274	41,299
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Transfer of Capitol Tour Program	0.0	-171	-171
2. Actuarial Consulting Services	0.0	0	20
3. Project Citizen	0.0	0	0
4. Reduce PSCs, Travel and Equipment	0.0	-1,413	-1,413
Total Policy Changes	0.0	-1,584	-1,564
1999-01 Revised Appropriations	297.6	39,690	39,735

*Comments:*

**1. Transfer of Capitol Tour Program** - Funding for fiscal year 2001 (a long session) is transferred from the House of Representatives and Senate budgets to the Department of General Administration with no net change in cost. Tours of the Capitol Campus are conducted by the Department with funding previously provided by interagency reimbursement jointly from the Senate and House. In the 2001-03 biennial budget, an additional \$131,500 will be transferred from each of the legislative budgets to the Department for costs in fiscal year 2002 (a short session).

**2. Actuarial Consulting Services** - Funding is provided for actuarial consulting services purchased by the Pension Funding Council.

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**4. Reduce PSCs, Travel and Equipment** - Funding for the legislature is reduced to coincide with reductions in other state agencies and reductions that local governments have experienced as a result of Initiative 695.

**1999-01 Revised Budget (2000 Supp)**  
**Jt Leg Audit & Review Committee**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	18.0	3,265	3,265
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. K-12 Compensation Study	0.0	100	100
2. Transitional Bilingual Progrm Study	0.0	135	135
Total Policy Changes	0.0	235	235
1999-01 Revised Appropriations	18.0	3,500	3,500

*Comments:*

**1. K-12 Compensation Study** - Funding is provided for the Committee to conduct a study of the supply and compensation of K-12 certificated instructional staff, including a comparison with compensation models in other states.

**2. Transitional Bilingual Progrm Study** - Funding is provided for a bilingual education study. The Office of the Superintendent of Public Instruction (OSPI) will provide a follow-up report addressing the implementation of recommendations from the 1993 Legislative Budget Committee report. The JLARC will review the data provided by the OSPI and make recommendations for changes to the funding allocation methods for transitional bilingual programs.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

9:51 pm

**Supreme Court**  
(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	64.3	9,864	9,864
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Salary Commission Recommendations	0.0	170	170
2. Redistribute Appropriation	0.0	0	0
Total Policy Changes	0.0	170	170
1999-01 Revised Appropriations	64.3	10,034	10,034

*Comments:*

**1. Salary Commission Recommendations** - Funding is provided to support salary increases awarded to judges by the Citizen's Commission on Salaries for Elected Officials.

**2. Redistribute Appropriation** - The Supreme Court received \$112,000 for equipment and building maintenance in the 1996 Supplemental Budget for the second year of the biennium. The appropriation is redistributed to provide funding for maintenance issues in each year of the biennium.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Court of Appeals**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	147.1	22,361	22,361
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Salary Commission Recommendations	0.0	382	382
2. Efficiency Savings	0.0	-3	-3
Total Policy Changes	0.0	379	379
1999-01 Revised Appropriations	147.1	22,740	22,740

*Comments:*

**1. Salary Commission Recommendations** - Funding is provided to support salary increases awarded to judges by the Citizen's Commission on Salaries for Elected Officials.

**2. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Office of Administrator for Courts**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	337.0	24,394	66,992
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. JIS Staff Underexpenditure	0.0	0	-924
2. Superior Court Judges Salaries	0.0	1,566	1,566
3. Newly Appointed Judges	0.0	758	758
4. Information System Job Reclass	0.0	0	1,399
5. Efficiency Savings	-4.8	-8	-776
Total Policy Changes	-4.8	2,316	2,023
1999-01 Revised Appropriations	332.2	26,710	69,015

*Comments:*

**1. JIS Staff Underexpenditure** - Savings are realized in the Judicial Information Systems program as a result of understaffing through December 1999. (Judicial Information Systems - State, Public Safety and Education - State)

**2. Superior Court Judges Salaries** - Funding is requested for Superior Court Judges' salary increases based on the recommendation of the Washington Citizen's Commission on Salaries for Elected Officials.

**3. Newly Appointed Judges** - Funding is provided for the state's share of the salary and benefits of recently appointed superior court judges in Spokane, Snohomish, Pierce, Lewis, and King counties.

**4. Information System Job Reclass** - Funding is provided for the reclassification of positions by the Washington Personnel Resources Board as required in Chapter 309, Laws of 1999. The reclassification is granted at this time because the salaries of judicial branch agency employees are not evaluated under the 6767 process. (Judicial Information Systems Account)

**5. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.



**1999-01 Revised Budget (2000 Supp)**  
**Office of Public Defense**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	5.5	0	12,440
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Extraordinary Criminal costs	0.0	0	278
Total Policy Changes	0.0	0	278
1999-01 Revised Appropriations	5.5	0	12,718

*Comments:*

**1. Extraordinary Criminal costs** - Funding in the amount of \$278,000 is provided for partial reimbursement of extraordinary criminal justice costs incurred by Cowlitz County in 1999, based on the recommendations of the Office of Public Defense developed pursuant to Chapter 303, Laws of 1999. (Public Safety and Education - State)

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

9:51 pm

**Office of the Governor**

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	69.0	11,482	12,856
Total Maintenance Changes	0.0	0	-465
<b>2000 Policy Changes:</b>			
1. Salmon Recovery Office	-0.5	-267	-267
2. Puget Sound Action Team	-11.0	-1,588	-2,043
3. Efficiency Savings	0.0	-50	-50
Total Policy Changes	-11.5	-1,905	-2,360
1999-01 Revised Appropriations	57.5	9,577	10,031

*Comments:*

**1. Salmon Recovery Office** - Funding is reduced to decrease the size of the Salmon Recovery Office and to reflect duties transferred to the Interagency Office of Outdoor Recreation.

**2. Puget Sound Action Team** - Funding is removed for the Puget Sound Action Team and moved to the Department of Ecology.

**3. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Office of the Lieutenant Governor**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	5.0	665	825
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Acting Governor Pay	0.0	3	3
2. Salary Commission Recommendation	0.0	12	12
Total Policy Changes	0.0	15	15
1999-01 Revised Appropriations	5.0	680	840

*Comments:*

**1. Acting Governor Pay** - Funding is provided for increased compensation for the Lieutenant Governor when he acts in the Governor's absence. For each day as acting governor, RCW 43.03.011 mandates compensation of 1/260th of the difference between the Lieutenant Governor's salary and the Governor's salary. The Citizen's Commission on Salaries for Elected Officials increased the pay level for the Governor in September 1999 and September 2000.

**2. Salary Commission Recommendation** - Funding is provided for a salary increase approved by the Citizen's Commission on Salaries for Elected Officials.

**1999-01 Revised Budget (2000 Supp)**  
**Public Disclosure Commission**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	20.7	3,220	3,220
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Implement Electronic Filing Bill	0.0	20	20
2. Additional Administrative Expenses	0.1	15	15
Total Policy Changes	0.1	35	35
1999-01 Revised Appropriations	20.8	3,255	3,255

*Comments:*

**1. Implement Electronic Filing Bill** - One-time funding is provided for computer hardware and software for the Commission's continuing implementation of electronic filing by lobbyists and political action committees. Equipment funded includes ten personal computers (Pentium III, 550 MHz), a third scanner, and Windows 2000 software for 20 staff computers. The availability of electronic filing is mandated by Chapter 401, Laws of 1999 (E2SSB 5931).

**2. Additional Administrative Expenses** - Funding is provided for a contract with the Department of Personnel to search for a new executive director.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Office of the Secretary of State**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	176.0	22,434	33,725
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Archives Security Microfilm Project	4.0	0	1,542
2. Puget Sound Archives - Research	0.0	0	88
3. Oral History	-1.4	-110	-110
4. International Education	-0.5	-37	-37
5. Privatize TV Coverage of St. Govt.	0.0	-1,908	0
6. Efficiency savings	0.0	-85	-113
Total Policy Changes	2.1	-2,140	1,370
1999-01 Revised Appropriations	178.1	20,294	35,095

*Comments:*

**1. Archives Security Microfilm Project** - One-time funding and staff are provided to complete emergency restoration of essential local government microfilm records which are deteriorating due to ongoing chemical reactions, and which will be unreadable within a few years. (Archives and Records Management Account-Private/Local)

**2. Puget Sound Archives - Research** - Ongoing funding is provided to meet increased demand for copies of public records of historical value. (Archives and Records Management Account-State)

**3. Oral History** - Funding is eliminated for the oral history program in FY 01.

**4. International Education** - Funding is eliminated for the International Education, Cultural and Business Exchange program.

**5. Privatize TV Coverage of St. Govt.** - Private funding will be obtained for the television coverage of state government deliberations. (General Fund - State, General Fund - Private/Local)

**6. Efficiency savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Office of the State Treasurer**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	72.5	0	13,487
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Debt Management Compliance	1.3	0	757
2. Efficiencies	0.0	0	-61
Total Policy Changes	1.3	0	696
1999-01 Revised Appropriations	73.8	0	14,183

*Comments:*

**1. Debt Management Compliance** - Funding is provided for a compliance review of certain Washington general obligation bonds, and for two FTE staff positions to ensure compliance with IRS regulations, SEC securities laws, and to address the workload associated with Ref. 49, Initiative 695, Stadium & Exhibition Center activity, Housing Trust Fund review/audit, private activity monitoring, and the secondary market disclosure requirements. (State Treasurer's Service Account)

**2. Efficiencies** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Office of the State Auditor**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	317.6	2,156	43,171
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Ferry Capital Program Audit	0.0	243	243
2. Efficiency Savings	0.0	-17	-95
Total Policy Changes	0.0	226	148
1999-01 Revised Appropriations	317.6	2,382	43,319

*Comments:*

**1. Ferry Capital Program Audit** - Funding is provided for an audit of the state ferry capital program.

**2. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Comm Salaries for Elected Officials**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>FTEs</b>	<b>House Republican Co-Chair GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	0.9	150	150
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Office Operations	0.0	4	4
2. Unemployment Insurance	0.0	10	10
Total Policy Changes	0.0	14	14
1999-01 Revised Appropriations	0.9	164	164

*Comments:*

- 1. Office Operations** - Funding is provided for office rent for the remainder of the biennium.
- 2. Unemployment Insurance** - Funding is provided for unemployment insurance compensation costs for a former employee.



**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Office of the Attorney General**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	1,026.9	7,795	155,280
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Medicaid Fraud	0.0	79	314
2. Industrial Insurance Appeals Judges	2.0	0	519
3. Salary Commission Defense Costs	0.1	0	21
4. Initiative 695 Defense Costs	2.3	462	462
5. Vulnerable Adults	1.7	0	486
6. Liquor Tax Authority Enforcement	0.0	200	200
7. Efficiency Savings	-7.6	-59	-1,586
Total Policy Changes	-1.6	682	416
1999-01 Revised Appropriations	1,025.4	8,477	155,696

*Comments:*

**1. Medicaid Fraud** - Funding is provided for an additional assistant attorney general and investigator/analyst in the Medicaid Fraud Control Unit (MFCU) to increase investigatory and prosecutorial capacity. A federal grant from the Office of Inspector General/Health and Human Services provides 75 percent of the funding for this item. (General Fund-State, General Fund-Federal)

**2. Industrial Insurance Appeals Judges** - Funding is provided for four assistant attorney general (AAG) positions to handle the increased workload generated by five new industrial insurance appeals judges. The additional AAGs will prepare the Department of Labor and Industries for industrial insurance hearings in accordance with the timelines required by law. (Legal Services Revolving Account)

**3. Salary Commission Defense Costs** - Funding is provided for legal services that were provided to litigate a lawsuit filed by a citizen's group against the Washington Citizens' Commission on Salaries for Elected Officials. (Legal Services Revolving Account)

**4. Initiative 695 Defense Costs** - Funding is provided starting January 2000 for the establishment of a three-person legal defense team, consisting of a senior assistant attorney general, an assistant attorney general, and a paralegal. The team will address the estimated three to six lawsuits that may be filed to challenge the legality of Initiative 695.

**5. Vulnerable Adults** - Funding is provided to increase attorney general support of several activities related to vulnerable adults. Activities performed by the new staff include technical assistance for guardianships, for financial exploitation cases, for protection orders and assistance to police and prosecutors dealing with vulnerable adults. (Legal Services Revolving Account)

**6. Liquor Tax Authority Enforcement** - Funding is provided for costs associated with enforcing state authority on taxation of liquor, with respect to Resolution T-022-00 adopted by the Confederated Tribes and Bands of the Yakima Nation.

**7. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Caseload Forecast Council**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	5.0	810	810
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Community Supervision Forecast	0.0	100	100
Total Policy Changes	0.0	100	100
1999-01 Revised Appropriations	5.0	910	910

*Comments:*

**1. Community Supervision Forecast** - Funding is provided to implement HB 2344/SB 6187. The bill requires the Caseload Forecast Council to forecast state correctional noninstitutional supervision caseloads. Previously, the Department of Corrections had this responsibility.

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Financial Institutions**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	133.8	0	20,359
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Efficiencies	0.0	0	-39
Total Policy Changes	0.0	0	-39
1999-01 Revised Appropriations	133.8	0	20,320

*Comments:*

**1. Efficiencies** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Dept Community, Trade, Econ Dev**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	329.3	143,856	340,532
Total Maintenance Changes	0.0	0	-182
<b>2000 Policy Changes:</b>			
1. Community Econ Revitalization Team	1.0	200	200
2. Dev Disabilities Endowment Fund	1.0	284	284
3. New Business for Rural Washington	0.8	250	250
4. Federal Authority Adjustment	0.0	0	17,700
5. Film & Video Promotion Account	0.0	0	40
6. HB 2460 - Comm Emp Zones	0.5	62	62
7. Growth Mgt. Assistance	-4.9	-1,066	-1,066
8. Public Broadcast Grants	0.0	-104	-104
9. Transfer to DASA	0.0	-173	-173
10. Coastal Erosion Grants	0.0	-500	-500
11. Mortgage & Rental Assistance	0.0	-613	-613
12. Business Assistance Center	-10.8	-2,278	-2,278
13. King County Public Health	0.0	-1,406	-1,406
14. Energy Policy Reduction	-1.4	-294	-294
15. Efficiency Savings	-0.4	-592	-592
Total Policy Changes	-14.2	-6,230	11,510
1999-01 Revised Appropriations	315.2	137,626	351,860

*Comments:*

**1. Community Econ Revitalization Team** - Second year funding is provided to maintain the Washington Community Economic Revitalization Team (WA-CERT). WA-CERT helps rural communities to identify, coordinate, and package state and federal resources to accomplish local economic development priority projects. Funding for the interagency agreement with the governor's office is eliminated.

**2. Dev Disabilities Endowment Fund** - Funding is provided to contract for a needs assessment and actuarial analysis to guide fund planning and decision making, and to carry out rule making, pursuant to Chapter 384, Laws of 1999. Funding is provided to maintain development, start up, and administrative support through the remainder of the biennium.

**3. New Business for Rural Washington** - Contingent on the passage of HB 3022 (Promoting the Development of a Washington Spaceport) or a companion bill, funding is provided to develop Washington State's proposal to Lockheed Martin for the VentureStar project in Moses Lake. VentureStar is a reusable space vehicle designed to support satellite launch and repair, International Space Station development, and government and scientific research.

**4. Federal Authority Adjustment** - Federal appropriation authority is increased to reflect the most current projections of federal funds expected to be received and spent during the 1999-01 biennium. The amounts provided include authority for the Byrne Grant award. (General Fund-Federal)

**5. Film & Video Promotion Account** - Authority is provided to the Washington State Film Office to promote in-state, on-location production by the film and video industry. (Film and Video Promotion Account)

**6. HB 2460 - Comm Emp Zones** - Funding is provided to implement SHB 2460, regarding Community Empowerment Zones (CEZs). Funding is provided for staff for the coordination, application, and selection of an additional CEZ designated-area. The evaluation of the program is to be conducted using available tools and methodologies.

**1999-01 Revised Budget (2000 Supp)**  
**Dept Community, Trade, Econ Dev**

Thursday, February 17, 2000  
9:51 pm

**7. Growth Mgt. Assistance** - Funding for technical assistance, conferences, and publications regarding Growth Management Act requirements is eliminated, starting April 1, 2000.

**8. Public Broadcast Grants** - Support for local public broadcasting entities is eliminated.

**9. Transfer to DASA** - Funding is transferred to the Department of Social and Health Services, Division of Alcohol and Substance Abuse, for services to women who give birth to infants exposed to the non-prescription use of controlled substances and or abuse of alcohol by the mother during pregnancy.

**10. Coastal Erosion Grants** - Grants to address coastal erosion issues are eliminated for FY 2001.

**11. Mortgage & Rental Assistance** - Funding is eliminated for the mortgage & rental assistance program, which was originally funded as part of omnibus timber legislation in the early 1990s.

**12. Business Assistance Center** - General fund state funding is eliminated for direct service and assistance programs in the Business Assistance Center, starting April 1, 2000.

**13. King County Public Health** - The departmental appropriation to the King County Public Health program is discontinued as of April, 2000. Funding assistance for all public health programs is partially restored in Part 7 of the budget.

**14. Energy Policy Reduction** - State funding for the energy policy program is eliminated for FY 2001.

**15. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Office of Financial Management**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	207.3	24,646	63,101
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Salmon Strategy funding	0.0	-93	-93
2. Commission on Early Learning	0.0	-625	-625
3. HB 2738 Contracting Practices	0.5	285	285
4. Social Services Contracting Project	0.0	329	329
5. Efficiency Savings	-1.8	-396	-396
Total Policy Changes	-1.3	-500	-500
1999-01 Revised Appropriations	206.1	24,146	62,601

*Comments:*

**1. Salmon Strategy funding** - Funding is reduced to reflect duties transferred to the Interagency Committee for Outdoor Recreation to support the Salmon Recovery Funding Board.

**2. Commission on Early Learning** - Funding is eliminated for the Commission on Early Learning's marketing campaign to raise awareness of early learning.

**3. HB 2738 Contracting Practices** - Funding is provided to implement SSHB 2738 regarding state agency personal service contract (PSC) practices. Funds are provided for an FTE staff to develop guidelines for client services and a training course on PSCs for agency staff. Funds are also provided to conduct at least eighteen audits of agency contracts in Fiscal 2001.

**4. Social Services Contracting Project** - Funding is provided to implement the recommendations of the Task Force on Agency Vendor Contracting Practices regarding a centralized contract database to provide access to information on social service contracting across state agencies.

**5. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Department of Personnel**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	217.6	0	33,629
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Efficiency Savings	-5.6	0	-385
Total Policy Changes	-5.6	0	-385
1999-01 Revised Appropriations	212.0	0	33,244

*Comments:*

**1. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**State Lottery Commission**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	151.0	0	796,297
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Efficiencies	0.0	0	-21
Total Policy Changes	0.0	0	-21
1999-01 Revised Appropriations	151.0	0	796,276

*Comments:*

**1. Efficiencies** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.



**1999-01 Revised Budget (2000 Supp)**  
**Washington State Gambling Comm**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	163.6	0	22,658
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Tribal Lottery System	4.5	0	742
2. Headquarters Relocation/Lease Costs	0.0	0	1,036
Total Policy Changes	4.5	0	1,778
1999-01 Revised Appropriations	168.1	0	24,436

*Comments:*

**1. Tribal Lottery System** - Funding is provided for the testing and approval of electronic gaming systems in tribal casinos. Several tribes entered into compacts with the Governor and the Commission in December 1998 to allow the tribes to have such machines in their casinos, provided that they reimburse the Commission for the costs of regulating the machines. Funding and additional staff will be used to test and monitor the machines' usage and to regularly review resulting financial information. (Gambling Revolving Account-Nonappropriated)

**2. Headquarters Relocation/Lease Costs** - On-going funding is provided to cover an increase in the Commission's headquarters lease costs, and one-time funding is provided for relocation costs incurred during the Commission's move to a new headquarters building. (Gambling Revolving Account-Nonappropriated)

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Department of Retirement Systems**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	265.6	0	45,939
Total Maintenance Changes	0.0	0	274
<b>2000 Policy Changes:</b>			
1. Implement SHB 2604 (Survivor Opt)	0.5	0	293
2. Modify Retiree Return-to-Work Rules	0.0	0	117
3. Efficiency Savings	0.0	0	-225
Total Policy Changes	0.5	0	185
1999-01 Revised Appropriations	266.1	0	46,398

*Comments:*

**1. Implement SHB 2604 (Survivor Opt)** - Funding is provided to implement SHB 2604 (Survivor Options). (DRS Expense Account)

**2. Modify Retiree Return-to-Work Rules** - The current return-to-work rules for the Public Employees' Retirement System (PERS) Plans 1 and 2 and the Teachers' Retirement System (TRS) Plans 2 and 3 limit a retiree to employment in five calendar months regardless of how many hours the retiree works in those months. Funding is provided to complete the necessary information systems changes that will allow the Department of Retirement Systems to change their current rules and track post-retirement employment by the hour worked. Such a change will enable retirees interested in part-time or project employment greater flexibility in their scheduling with significantly less likelihood of negatively affecting the retiree's pension benefit. (DRS Expense Account)

**3. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**State Investment Board**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>	
	<b>FTEs</b>	<b>GF-S</b>
		<b>Total</b>
1999-01 Original Appropriations	49.6	10,519
Total Maintenance Changes	0.0	0
<b>2000 Policy Changes:</b>		
1. Increased Workload	3.5	618
Total Policy Changes	3.5	618
1999-01 Revised Appropriations	53.1	11,137

*Comments:*

**1. Increased Workload** - The State Investment Board is experiencing the cumulative effects of new mandated programs, growth in total assets managed, and the implementation of a revised asset allocation policy for private equity investments. Funding is provided for salaries and associated costs of seven additional staff (four investment management positions and three positions for operational support) beginning in fiscal year 2001 to meet existing SIB needs. (SIB Expense Account)

**1999-01 Revised Budget (2000 Supp)**  
**Department of Revenue**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	997.9	138,169	148,086
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Efficiency Savings	0.0	-796	-825
Total Policy Changes	0.0	-796	-825
1999-01 Revised Appropriations	997.9	137,373	147,261

*Comments:*

**1. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Municipal Research Council**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	0.0	3,588	4,269
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. I-695 Replacement Funding	0.0	-1,822	-123
Total Policy Changes	0.0	-1,822	-123
1999-01 Revised Appropriations	0.0	1,766	4,146

*Comments:*

**1. I-695 Replacement Funding** - Funding is provided to implement HB 2477. The bill replaces funding lost under Initiative 695 for the Council's services to cities and towns. The new funding source is liquor sales profits that would otherwise be distributed to towns and cities.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Dept of General Administration**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	610.8	558	122,227
Total Maintenance Changes	0.0	343	2,343
<b>2000 Policy Changes:</b>			
1. Privatization of Custodial Svcs	-27.5	0	-60
2. Electronic Procurement Project	0.0	0	3,000
3. Statewide CTR Program Continuation	0.0	0	119
4. Air Pollution Account Reduction	-1.9	0	-284
5. Efficiency Savings	0.0	-2	-117
Total Policy Changes	-29.4	-2	2,658
1999-01 Revised Appropriations	581.5	899	127,228

*Comments:*

**1. Privatization of Custodial Svcs** - Contingent upon the passage of civil service reform legislation, services for the capitol facilities custodial functions will be contracted out to private vendors. Savings will be realized due to lower costs of labor and corresponding administrative overhead. (General Administration Services Account - State)

**2. Electronic Procurement Project** - Funding is provided to replace the Office of State Procurement's (OSP) current mainframe-based contract management system with an internet-based system. This system will link OSP customers to suppliers and will support order placement, status tracking, and payment via the internet. (General Administration Services Account-Nonappropriated)

**3. Statewide CTR Program Continuation** - Funds are provided to continue state agencies' Commute Trip Reduction (CTR) program at a reduced staffing level. (State Capitol Vehicle Parking Account, General Administration Services Account)

**4. Air Pollution Account Reduction** - Passage of Initiative 695 eliminated the funding source for the Air Pollution Control Account. The state agencies' Commute Trip Reduction (CTR) program receives 100 percent of its funding from the account; therefore, the program's biennial funding level is reduced from 24 months to 6 months. (Air Pollution Control Account)

**5. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Department of Information Services**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	428.6	0	219,533
Total Maintenance Changes	0.0	0	-3,360
<b>2000 Policy Changes:</b>			
1. Add Public Libraries to K20 Network	0.0	0	1,812
2. Efficiency Savings	0.0	0	-10
Total Policy Changes	0.0	0	1,802
1999-01 Revised Appropriations	428.6	0	217,975

*Comments:*

**1. Add Public Libraries to K20 Network** - Funding is provided to include the public libraries as participants in the K-20 Educational Telecommunications Network. The network installation within all 68 library districts will occur between October 2000 and June 2001. (K20 Technology Account - State)

**2. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Office of Insurance Commissioner**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	170.4	0	25,042
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Patient Bill of Rights	1.0	0	167
2. Reduce Market Conduct Exams	-1.0	0	-123
3. Reduce Enforcement program	-1.5	0	-226
4. Reduce Consumer Advocacy	-0.5	0	-60
5. Eliminate Health Care Help Line	-0.5	0	-141
6. Life & Annuity Examination Project	-1.0	0	-138
7. Fund Reimbursable Activity	-1.5	0	-250
8. Efficiency Savings	-6.0	0	-812
Total Policy Changes	-11.0	0	-1,583
1999-01 Revised Appropriations	159.4	0	23,459

*Comments:*

**1. Patient Bill of Rights** - Funding is provided for the Office of the Insurance Commissioner to implement its responsibilities under SHB 2331 (Patient Bill of Rights). (Insurance Commissioner's Regulatory Account)

**2. Reduce Market Conduct Exams** - Funding for the Market Conduct Examination Program is reduced to funding levels in 1997-1999. (Insurance Commissioner's Regulatory Account)

**3. Reduce Enforcement program** - Funding for the Enforcement Program is reduced to funding levels in 1997-1999. (Insurance Commissioner's Regulatory Account)

**4. Reduce Consumer Advocacy** - Funding for the Consumer Advocacy Program is reduced to funding levels in 1997-1999. (Insurance Commissioner's Regulatory Account)

**5. Eliminate Health Care Help Line** - Funding for the Health Care Help Line Program is eliminated. (Insurance Commissioner's Regulatory Account)

**6. Life & Annuity Examination Project** - Funding for FY 01 for the Life & Annuity Examination project is eliminated. (Insurance Commissioner's Regulatory Account)

**7. Fund Reimbursable Activity** - Authority for funding reimbursable activity is reduced to the 1997-99 levels. (Insurance Commissioner's Regulatory Account)

**8. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.



**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**State Board of Accountancy**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	6.8	0	1,119
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Inform Tech & Communication Upgrade	0.0	0	41
2. Regulatory Reform	0.2	0	58
3. Investigation Staffing	0.5	0	36
Total Policy Changes	0.7	0	135
1999-01 Revised Appropriations	7.5	0	1,254

*Comments:*

**1. Inform Tech & Communication Upgrade** - Funding is provided to hasten system and communication upgrades in support of the agency's growing database, and to ensure improved and secure Internet/Intranet communications. (Certified Public Accountants' Account)

**2. Regulatory Reform** - Funding is provided for regulatory reform activities started in January, in light of national and international changes in accountancy laws in the past three years. Activities include soliciting feedback from licensees and supporting board member training on changes in the legal regime. (Certified Public Accountants' Account)

**3. Investigation Staffing** - Funding is provided for the transition from contract investigators to a full-time investigator staff position in response to a 30 percent increase in the investigation caseload over the previous biennium. (Certified Public Accountants' Account)

**1999-01 Revised Budget (2000 Supp)**  
**WA State Liquor Control Board**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	963.6	2,577	139,951
Total Maintenance Changes	13.0	0	2,065
<b>2000 Policy Changes:</b>			
1. Efficiency Savings	0.0	-19	-812
Total Policy Changes	0.0	-19	-812
1999-01 Revised Appropriations	976.6	2,558	141,204

*Comments:*

**1. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Utilities and Transportation Comm**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	160.1	0	26,618
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Phone Solicitation Task Force	0.0	0	50
2. Efficiencies	-7.5	0	-515
Total Policy Changes	-7.5	0	-465
1999-01 Revised Appropriations	152.6	0	26,153

*Comments:*

**1. Phone Solicitation Task Force** - Funding is provided to create a task force within the Commission to study options for consumers to remove themselves from telemarketing call lists. (Public Service Revolving Account-State)

**2. Efficiencies** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Military Department**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	219.4	29,832	182,697
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Disaster Funding Adjustment	0.0	-6,420	-50,726
2. Emergency Service Readiness Centers	0.0	0	0
3. National Guard Cont. Edu. Schlrs	0.0	50	50
4. National Guard License Plt Insignia	0.0	5	5
5. Enhanced 911	0.0	0	3,000
6. Hanford Emergency Preparation	0.0	114	114
7. Lawsuits - 1996 Floods	0.0	0	550
8. Air Guard Maintenance	0.0	55	55
9. National Guard Activation - WTO	5.0	0	278
10. Efficiency Savings	0.0	-165	-278
Total Policy Changes	5.0	-6,361	-46,952
1999-01 Revised Appropriations	224.4	23,471	135,745

*Comments:*

**1. Disaster Funding Adjustment** - Funding is adjusted to reflect a surplus in the Disaster Response Account-State. A total of \$7,248,000 from the account is distributed as follows: \$278,000 for WTO National Air Guard Activation; \$550,000 for lawsuit costs associated with the 1996 floods; and \$6,420,000 withdrawn from the account's original appropriation for fiscal year 2001.

**2. Emergency Service Readiness Centers** - Due to a delay in construction of centers in Yakima, an appropriation is transferred from fiscal year 2000 to fiscal year 2001.

**3. National Guard Cont. Edu. Schlrs** - Funding is provided to reinstate scholarship funds reduced in the 1999-01 budget. The scholarships provide continuing education for National Guard members.

**4. National Guard License Plt Insignia** - Funding is provided for license plate insignia for National Guard members.

**5. Enhanced 911** - Funding is provided for system upgrades. (Enhanced 911 Account)

**6. Hanford Emergency Preparation** - Funding is provided for nuclear accident preparedness in Richland to make up for lost grant funding from the U.S. Department of Energy.

**7. Lawsuits - 1996 Floods** - Funding is provided for legal fees and settlement costs in suits by counties and downstream landowners who claim property damage as a result of the agency's release of flood waters from dams during the 1996 storms. (Disaster Response Account-State)

**8. Air Guard Maintenance** - Funding is provided for maintenance and repair costs for new Air National Guard facilities at Camp Murray and Fairchild Air Force Base. Federal grants paid for the construction of the facilities, and require a state match of 25 percent for the maintenance costs.

**9. National Guard Activation - WTO** - Funding is provided for the Governor's activation of the Washington State National Guard during the World Trade Organization demonstrations in Seattle. (Disaster Response Account-State)

**10. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last

Agency 245  
four years.

**1999-01 Revised Budget (2000 Supp)**  
**Military Department**

Thursday, February 17, 2000  
9:51 pm

**1999-01 Revised Budget (2000 Supp)**  
**Growth Management Hearings Board**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	12.0	2,799	2,799
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Eliminate Hearings Boards	-7.5	-1,725	-1,725
Total Policy Changes	-7.5	-1,725	-1,725
1999-01 Revised Appropriations	4.5	1,074	1,074

*Comments:*

- 1. Eliminate Hearings Boards** - Funding is eliminated for the Growth Management Hearings Board.

**1999-01 Revised Budget (2000 Supp)**  
**State Convention and Trade Center**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	144.0	0	29,963
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Expansion Debt Service	0.0	0	2,471
2. Efficiency Savings	0.0	0	-409
Total Policy Changes	0.0	0	2,062
1999-01 Revised Appropriations	144.0	0	32,025

*Comments:*

**1. Expansion Debt Service** - Funds are added to cover projected debt service payments related to the Convention Center's expansion Certificates of Participation (COP) authorized in 1995. The additional funding covers the difference between the current and original payment schedules, which differ because of increases in actual interest rates (\$1.771 million). Funding also provides debt service capacity to make initial payments (\$700,000) on the expansion equipment COP that is being issued earlier than anticipated due to adjustments in the construction schedule. (State Convention and Trade Center Account)

**2. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**WA State Health Care Authority**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	290.7	13,004	596,766
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Insurance System Study	0.0	0	275
2. UMP Claims Administration	0.0	0	0
3. UDP Claims Administration	0.0	0	0
4. Efficiency Savings	0.0	28	-189
Total Policy Changes	0.0	28	86
1999-01 Revised Appropriations	290.7	13,032	596,852

*Comments:*

**1. Insurance System Study** - Funding is provided for the Health Care Authority to initiate a study of their insurance information systems (both Public Employees Benefits Board and Basic Health Plan). The study will provide direction for systems redesign to identify efficiencies in the 2001-03 biennium. (HCA Administrative Account, Health Services Account).

**2. UMP Claims Administration** - The Uniform Medical Plan (UMP) is the state's self-insured preferred provider organization (PPO) which is administered by the Health Care Authority (HCA). The 1999-2001 Operating Budget transferred the estimated costs of claims processing and management contracts from the nonappropriated Public Employees' and Retirees' Insurance Account to the appropriated HCA Administrative Account. These contracted costs are paid on a per subscriber, per month basis and vary directly with changes in the total UMP membership. The appropriation does not allow the flexibility necessary to respond to potentially large shifts in enrollment between Managed Care Plans and the UMP during Public Employees Benefit Board open enrollment. This item transfers UMP contract services from the appropriated HCA Administrative Account to a new non-appropriated, budgeted UMP Claims Administration Account. The associated revenue for these activities will also be transferred. (HCA Administrative Account, UMP Claims Administration Account-Non-appropriated)

**3. UDP Claims Administration** - The Health Care Authority (HCA) contracts with the Washington Dental Service (WDS) for the administration of the self-insured Uniform Dental Plan (UDP). The total annual value of the contract is dependent upon the UDP enrollment. The 1999-2001 Operating Budget transferred the estimated WDS contract costs from the non-appropriated Public Employees' and Retirees' Insurance Account to the appropriated HCA Administrative Account. The appropriation does not allow the flexibility necessary to respond to potentially large annual increases in UDP enrollment during the open enrollment period. This item moves the WDS contract costs to the newly created non-appropriated, budgeted UDP Claims Administration Account. (HCA Account, UDP Claims Administration Account-Nonappropriated)

**4. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.



**1999-01 Revised Budget (2000 Supp)**  
**Criminal Justice Training Comm**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	31.1	0	17,607
Total Maintenance Changes	0.0	0	-102
<b>2000 Policy Changes:</b>			
1. Traffic Safety Training	0.4	0	76
2. Law Enforcement Study	0.0	250	250
Total Policy Changes	0.4	250	326
1999-01 Revised Appropriations	31.5	250	17,831

*Comments:*

**1. Traffic Safety Training** - Funding is provided for a traffic safety program coordinator to provide and/or coordinate the provision of traffic safety programs to law enforcement officers throughout the state. Traffic safety programs include driving under the influence (DUI) detection, standardized field sobriety testing, case preparation, the use of radar, basic and advanced collision investigation, and other related training as deemed appropriate. This position was previously funded under a three-year federal grant program through the Washington Traffic Safety Commission, which has reached the end of its life cycle. (Public Safety and Education Account)

**2. Law Enforcement Study** - Funding is provided for the Washington Association of Sheriffs and Police Chiefs to conduct a study of law enforcement services and expenditures for both counties and cities, for counties with populations over one hundred fifty thousand. The study will begin no later than July 1, 2000, and it must be completed by January 1, 2001. The study will focus on identifying gaps and duplication in service delivery, especially special service units.

**1999-01 Revised Budget (2000 Supp)**  
**Department of Labor and Industries**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	2,720.3	14,508	418,023
Total Maintenance Changes	4.5	0	1,326
<b>2000 Policy Changes:</b>			
1. Apprenticeship Training	0.0	-985	-985
2. Privatization	-14.3	0	0
3. Safe Workplace Standards	-4.5	0	-1,780
4. Prevailing Wage Program	-4.0	0	-445
5. Eliminate Safety & Health Grants	0.0	0	-4,500
6. Efficiency Savings	-38.1	-344	-8,895
Total Policy Changes	-60.8	-1,329	-16,605
1999-01 Revised Appropriations	2,664.0	13,179	402,744

*Comments:*

The department will find additional efficiencies to meet requirement that administrative expenditures for fiscal 2001 associated with Industrial Insurance, WISHA, and Worker and Community Right-to-Know programs be capped at 10 percent of net industrial insurance premiums collected in fiscal 2000.

- 1. Apprenticeship Training** - Agency support for the Apprenticeship Training Council is discontinued.
- 2. Privatization** - Contingent upon the passage of civil service reform legislation, services for investigative functions will be contracted out to private vendors. (Medical Aid, Accident)
- 3. Safe Workplace Standards** - Funding for the redesign of safety and health standards is reduced. (Accident, Medical Aid)
- 4. Prevailing Wage Program** - Funding is reduced for the prevailing wage program to 1997-1999 levels. (Public Works Administration Account - State)
- 5. Eliminate Safety & Health Grants** - Funding for grants for safety & health programs is eliminated in FY 2001. (Medical Aid)
- 6. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Department of Health**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	1,181.1	131,572	550,139
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Federal Salmon Recovery Funding	-3.9	0	-678
2. Patient Bill of Rights	0.8	141	141
3. Environmental Health & Safety	-0.9	-169	-169
4. Epidemiology, HSQA, PH Labs	-0.8	-147	-147
5. Health Statistics	0.0	-104	-104
6. On-site Sewage Systems	0.8	133	133
7. Epidemiology Health Statistics	0.0	480	480
8. Tobacco Prevention and Control Plan	0.5	0	2,500
9. Efficiency Savings	-3.9	-667	-792
Total Policy Changes	-7.4	-333	1,364
1999-01 Revised Appropriations	1,173.7	131,239	551,503

*Comments:*

**1. Federal Salmon Recovery Funding** - Excess federal appropriation authority and associated staffing are removed from the budget to reflect a lower level of federal funding for salmon recovery, as appropriated by Congress, for federal fiscal year 2000. Federal fiscal year 2001 funding is also adjusted to reflect lower than anticipated federal receipts. (General Fund-Federal)

**2. Patient Bill of Rights** - Funding is provided for the Department to implement its responsibilities under the provisions of SHB 2331 (Patient Bill of Rights). (General Fund -State)

**3. Environmental Health & Safety** - Efficiency savings are achieved within Environmental Health and Safety activities. (General Fund-State)

**4. Epidemiology, HSQA, PH Labs** - Efficiency savings are achieved within Epidemiology, Health Systems Quality Assurance, and Public Health activities. (General Fund-State)

**5. Health Statistics** - Ten percent efficiency savings are achieved in the Health Statistics program. (General Fund-State)

**6. On-site Sewage Systems** - Funding is provided for the department to implement its responsibilities under the provisions of SHB 2929 (on-site sewage systems). (General Fund -State)

**7. Epidemiology Health Statistics** - One-time funding is provided to revise state birth certificate information to comply with United States Standard Birth Certificate requirements. Funding is also provided to convert paper documents to an electronic format. (General Fund-State)

**8. Tobacco Prevention and Control Plan** - Funding is provided for the Tobacco Prevention and Control Plan (TPCP). The TPCP may include community and school-based programs, cessation support, public awareness campaigns, youth access enforcement, and assessment and evaluation activities. (Tobacco Prevention Trust Account-State)

**9. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Department of Veterans' Affairs**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	499.7	19,289	56,733
Total Maintenance Changes	0.0	-1,356	2,542
<b>2000 Policy Changes:</b>			
1. Efficiency Savings	0.0	-42	-42
Total Policy Changes	0.0	-42	-42
1999-01 Revised Appropriations	499.7	17,891	59,233

*Comments:*

**1. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Department of Corrections**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	7,360.4	930,780	976,447
Total Maintenance Changes	19.6	-854	-854
<b>2000 Policy Changes:</b>			
1. Equipment Savings	0.0	-1,000	-1,000
2. Supervision Forecast	-14.4	-2,211	-2,211
3. Correctional Industries	0.0	-131	3,378
4. Prisoner Impact Study	0.0	50	50
5. Administrative Efficiencies	-18.8	-2,174	-2,174
6. Delayed Hirings	-22.6	-1,630	-1,630
7. Prison Privatization	-141.0	-1,181	-1,181
8. DNA Testing	0.0	400	400
9. Sentencing & Policy Legislation	0.0	217	217
10. Hepatitis C Protocol	0.0	1,884	1,884
11. Mentally Ill Offender Evaluations	0.0	248	248
Total Policy Changes	-196.7	-5,528	-2,019
1999-01 Revised Appropriations	7,183.3	924,398	973,574

*Comments:*

**1. Equipment Savings** - Savings are accrued by lease purchasing (rather than purchasing outright) equipment. Under this approach, costs are spread out over the life of the equipment.

**2. Supervision Forecast** - Funding is adjusted to reflect an assumed 2.3 percent reduction in the community supervision forecast. While a new forecast is not available, data suggests that the current forecast is between 2.3 percent and 5.1 percent higher than the actual caseload. This adjustment is made for the period January 2000 through the end of the biennium.

**3. Correctional Industries** - Funding sufficient to meet statutorily mandated offender employment targets and maintain the Correctional Industries program was originally assumed to come from the non-appropriated cost of incarceration account. Previously, a portion of any financial contribution was subject to a mandatory deduction into this account. A recent court decision has ordered the Department to stop making the deductions if the contribution is made by the spouse. The institutional welfare betterment account and unanticipated federal funds are used to replace the lost funding. (General Fund-State, General Fund-Federal, Institutional Welfare Betterment-Nonappropriated)

**4. Prisoner Impact Study** - Funding is provided for the Department to contract with the Washington State Institute For Public Policy to study the impact offenders released disproportionately into certain communities have on those communities. The Washington state institute for public policy will report its findings to the appropriate legislative committees no later than January 1, 2001.

**5. Administrative Efficiencies** - Funding is adjusted to more closely reflect actual expenditures. Three quarters of the accrued savings achieved in the first five months, as identified in the accounting systems, are captured. In addition, it is assumed that on an on-going basis the Department can leave vacant approximately fifteen support positions, one half of the number actually vacant during the first six months of the biennium.

**6. Delayed Hirings** - While the Department is working to hire additional community supervision staff authorized for the 1999-01 biennium, staff are being hired at a rate lower than expected. Savings accrued due to hiring delays in the first six months of the biennium are captured.

**7. Prison Privatization** - Savings are achieved by privatizing one major state prison effective January 1, 2000. Privatization is expected to generate savings of approximately five percent compared to a similar state run facility.

**1999-01 Revised Budget (2000 Supp)**  
**Department of Corrections**

Thursday, February 17, 2000  
9:51 pm

**8. DNA Testing** - Funding is provided for the implementation of House Bill 2491 (DNA testing of prisoners). This bill would provide for the testing of certain DNA evidence if it could provide a reasonable basis to prove innocence for a person sentenced to death or life imprisonment.

**9. Sentencing & Policy Legislation** - Funding is provided to implement the provisions of House Bill 2451 (Anhydrous Ammonia Crimes), House Bill 3124 (sexually violent predators) and House Bill 2456 (Identity Crimes). House Bill 2451 would make the theft of anhydrous ammonia, storage of anhydrous ammonia in an unapproved container, or possession of anhydrous ammonia with intent to manufacture methamphetamine a felony. House Bill 3124 would create an indeterminate sentencing options for certain sex offenders who are found to be predatory. House Bill 2456 increases the penalties for identity theft.

**10. Hepatitis C Protocol** - Funding is provided for the voluntary testing of inmates for hepatitis C as well as for the medical treatment of offenders who are infected with the hepatitis C virus.

**11. Mentally Ill Offender Evaluations** - Funding is provided to perform mental health evaluations for offenders sentenced directly to community supervision who may have a mental health illness and present a high risk to commit violent acts. Based on the outcomes of the evaluation, the Department of Corrections can require an offender to participate in mental health treatment. Approximately four percent of offenders under supervision but who have not served a term of confinement in a department facility are expected to require an evaluation.

**1999-01 Revised Budget (2000 Supp)**  
**Sentencing Guidelines Commission**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	12.3	1,549	1,549
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Data Entry and Verification	0.0	12	12
2. Sentencing Study	0.5	80	80
Total Policy Changes	0.5	92	92
1999-01 Revised Appropriations	12.8	1,641	1,641

*Comments:*

**1. Data Entry and Verification** - Funding is provided for intermittent staff because of increased workload. The additional staff will perform data entry, coding, and quality control tasks.

**2. Sentencing Study** - Funding is provided for the Sentencing Guidelines Commission to conduct a comprehensive review and evaluation of state sentencing policy. The review and evaluation will include an analysis of whether current sentencing ranges and standards, as well as existing mandatory minimum sentences, existing sentence enhancements, and special sentencing alternatives, are consistent with the purposes of the sentencing reform act as set out in statute. The study must be completed no later than December 1, 2001.

**1999-01 Revised Budget (2000 Supp)**  
**Department of Employment Security**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	2,172.5	2,522	441,831
Total Maintenance Changes	0.0	0	-4,685
<b>2000 Policy Changes:</b>			
1. Unemployment Insurance	0.0	0	2,567
2. Federal Reed Act Distribution	0.0	0	327
3. King County Reemployment Center	0.0	-61	-61
4. Efficiency Savings	0.0	-11	-567
Total Policy Changes	0.0	-72	2,266
1999-01 Revised Appropriations	2,172.5	2,450	439,412

*Comments:*

**1. Unemployment Insurance** - Funding is provided to implement SHB 3077 (Unemployment Insurance). (Employment Service Administrative Account - State)

**2. Federal Reed Act Distribution** - The Social Security Act provides that certain excess funds in the Employment Security Administration Account can be distributed back to the states for unemployment insurance administrative expenses. The department received \$327,000 in November of 1998, which will fund improvements to the Department's Tax Information System (TAXIS). (Unemployment Compensation Administration Account-Federal)

**3. King County Reemployment Center** - Funding is eliminated for the King County Re-employment Support Center. (General Fund - State)

**4. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.



**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Children and Family Services**  
(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	2,321.7	430,481	772,432
Total Maintenance Changes	0.0	5,545	5,226
<b>2000 Policy Changes:</b>			
1. Staff Secure Group Homes	0.0	-911	-911
2. Decategorize In-Home Service	0.0	-571	-571
3. Increase Federal Funds	0.0	-11,978	0
4. Medicaid Fraud and Abuse Detection	0.0	-30	-60
5. Eliminate Family Policy Council	-4.7	-2,948	-7,130
6. Eliminate Spec. Assessments in CRCs	0.0	-309	-309
7. Reduce Administration	0.0	-786	-786
8. Cap Exceptional Cost cases at 25%	0.0	-114	-114
9. CPS Workers Adjustment	-15.3	-3,909	-3,909
10. Foster Parent Retention Program	0.0	114	114
11. Research Program	-3.5	-304	-304
12. Becca Transfer	0.0	-6,881	-6,881
13. Efficiency Savings	0.0	-417	-417
Total Policy Changes	-23.4	-29,044	-21,278
1999-01 Revised Appropriations	2,298.3	406,982	756,380

*Comments:*

**1. Staff Secure Group Homes** - Funding is adjusted for fiscal Year 2000 for staff secure group homes to reflect the number of beds that are currently contracted. The program will continue to work toward contracting the remaining staff secure group home beds in fiscal year 2001. (General Fund-State)

**2. Decategorize In-Home Service** - Separate categories for home-based services, family preservation services, and intensive family preservation services are eliminated. The department will save five percent of the general fund budget by combining these activities without reducing client services. Intensive family preservation services will continue to be provided in all regions according to the Department's model in RCW 74.14C. (General Fund-State)

**3. Increase Federal Funds** - Temporary Assistance for Needy Families (TANF) funding is transferred to the Social Services Block Grant (SSBG). This will replace state general fund dollars. These federal funds will be used for family reconciliation services to clients at or below 200 percent of the federal poverty level. (General Fund-State, General Fund-Federal)

**4. Medicaid Fraud and Abuse Detection** - Funding is provided for a fraud and abuse detection program. The new program will result in increased identification of potential fraud and abuse cases and increased cost recoveries and cost avoidance. (General Fund-State, General Fund-Federal)

**5. Eliminate Family Policy Council** - Funding is eliminated for the Family Policy Council and community networks. (General Fund-State, Violence Reduction and Drug Enforcement Account-State)

**6. Eliminate Spec. Assessments in CRCs** - Funding is eliminated for specialized assessments. Becca legislation allows runaways in crisis residential centers (CRCs) to receive a specialized assessment of substance abuse or behavioral problems. Currently, these assessments are not being performed by providers due to the difficulty of completing an in-depth assessment in five days, which is the maximum amount of time a child can remain in a CRC. In addition, the CRC providers are already completing a family assessment which identifies possible areas where services may be needed as part of their contractual requirements. (General Fund-State)

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Children and Family Services**

**7. Reduce Administration** - Funding is reduced for the Children's Administration administrative budget. The Children's Administration has consistently overspent its administrative budget by underexpending their direct service budget. By capturing the underexpenditure, the Children's Administration is required to spend within their administrative budget. (General Fund-State)

**8. Cap Exceptional Cost cases at 25%** - Funding is saved by capping exceptional cost cases at 25 percent of the total foster care caseload. This will limit the growth in the number of cases authorized for exceptional care. (General Fund-State)

**9. CPS Workers Adjustment** - Based on DSHS data on numbers of open Child Protective Services and Child Welfare Services cases, the current caseload to FTE ratio has declined. Funding is reduced to maintain the caseload to FTE ratio that was funded in the 1997 budget. (General Fund-State)

**10. Foster Parent Retention Program** - Funding is provided for a foster parent retention pilot program directed at foster parents caring for children who act out sexually. (General Fund-State)

**11. Research Program** - Funding is reduced for the Children's Administration research program. (General Fund - State)

**12. Becca Transfer** - Distribution to county juvenile court administrators to fund the costs of processing truancy, children in need of services, and at-risk youth petitions will be made through the County and Municipal Criminal Justice Assistance Accounts. (General Fund - State)

**13. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Juvenile Rehabilitation**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	1,302.5	167,945	220,721
Total Maintenance Changes	-24.4	-1,935	755
<b>2000 Policy Changes:</b>			
1. Privatization	-5.0	-22	-22
2. Team Child	0.0	100	100
3. Echo Glen Mental Health Unit	2.3	187	187
4. Basic Training Parole Sanctions	0.6	57	55
5. Closure of Indian Ridge Youth Camp	-27.9	-2,083	-2,083
6. Efficiency Savings	0.0	-94	-94
Total Policy Changes	-30.1	-1,855	-1,857
1999-01 Revised Appropriations	1,248.1	164,155	219,619

*Comments:*

**1. Privatization** - FTE staff savings are achieved by contracting with a private vendor for maintenance and food service functions at one institution.

**2. Team Child** - Funding is provided for the Team Child program. Team Child partners at risk youth with attorneys who advocate for the child in a variety of settings.

**3. Echo Glen Mental Health Unit** - Currently, Echo Glen has a single mental health unit serving eight males and eight females. Funding is provided to convert an existing 16-bed maximum-security unit into a 16-bed mental health maximum-security unit. The result will be 16 male and 16 female mental health maximum-security beds.

**4. Basic Training Parole Sanctions** - Funding is provided for the implementation of House Bill 2498 which authorizes the department to return Basic Training Camp graduates to correctional institutions for up to the remainder of the sentence for repeated or serious parole violations. (General Fund-State, General Fund-Federal)

**5. Closure of Indian Ridge Youth Camp** - The Indian Ridge Youth Camp, which has the capacity to house 76 offenders, is closed. The projected offender population is not expected to exceed the capacity of the system, even after this facility is closed. Current offenders would be housed in existing institutions.

**6. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Mental Health**  
(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	2,979.8	505,084	988,248
Total Maintenance Changes	49.2	10,692	8,010
<b>2000 Policy Changes:</b>			
1. Mental Health Services Information	0.0	48	48
2. Geriatric Unit to Nursing Facility	0.0	-300	-300
3. Atypical Antipsychotic Med Pilot	0.5	0	1,000
4. Privatization at Eastern State Hosp	-21.2	-69	-69
5. Increased DSH Revenues	0.0	-2,774	-2,774
6. Worker Safety	0.0	290	290
7. MH/DD Collaborative Workplan	23.9	2,310	2,663
8. Efficiency Savings	0.0	-199	-199
Total Policy Changes	3.2	-694	659
1999-01 Revised Appropriations	3,032.2	515,082	996,917

*Comments:*

**1. Mental Health Services Information** - Funding is provided for the Department to implement its responsibilities under the provisions of SHB 2513 (mental health information). Rules and procedures will be developed so that mental health providers can supply the Department of Corrections with mental health information. (General Fund-State)

**2. Geriatric Unit to Nursing Facility** - Savings are achieved by converting geriatric units to certified nursing facilities which will allow the state to earn additional Medicaid funds. (General Fund-State, Other Fund-Federal)

**3. Atypical Antipsychotic Med Pilot** - Funding is provided for the Department to implement its responsibilities under the provisions of SHB 2663 (atypical antipsychotic meds). A pilot program will be established to supply atypical antipsychotic medications to underserved populations. (Other Fund-State)

**4. Privatization at Eastern State Hosp** - Savings are achieved by contracting out laundry, food service and maintenance functions at Eastern State Hospital beginning the second half of fiscal year 2001. (General Fund-State)

**5. Increased DSH Revenues** - State general fund spending is reduced to account for additional federal Disproportionate Share Hospital (DSH) earnings over the amount budgeted. (General Fund-State, General Fund-Federal)

**6. Worker Safety** - Funding is provided to improve workplace safety at the mental health institutions through the increased use of safety devices and other safety initiatives. (General Fund-State)

**7. MH/DD Collaborative Workplan** - Funds are provided to further enhance on-going efforts to address the needs of individuals with developmental disabilities and mental illness. Resources are targeted at the treatment of individuals with developmental disabilities currently in Western State Hospital (WSH), in addition to the conversion of a ward at WSH to a developmentally disabled ward. (General Fund-State, Other Fund-Federal)

**8. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Developmental Disabilities**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	3,536.1	518,068	1,010,382
Total Maintenance Changes	0.0	7,001	8,697
<b>2000 Policy Changes:</b>			
1. Close SOLA	-58.0	-850	-850
2. Increase Services and Supports	0.0	411	839
3. Privatization Initiative	-5.4	-18	-18
4. Increased Family Support Services	1.0	500	660
5. RHC Cottage Consolidation	-28.1	-1,029	-2,144
6. MH/DD Collaborative Workplan	18.1	4,721	6,170
7. LTC Training Enhancements	0.5	75	128
8. Medicaid Fraud and Abuse Detection	0.0	-145	-299
Total Policy Changes	-71.9	3,665	4,486
1999-01 Revised Appropriations	3,464.2	528,734	1,023,565

*Comments:*

**1. Close SOLA** - The State Operated Living Alternatives (SOLA) community residential program is eliminated in the second year of the biennium. Clients will be served in the community by private providers. (General Fund-State; General Fund-Federal)

**2. Increase Services and Supports** - Funds are provided to increase the number of people receiving residential, employment, family support, or other direct services based on the priorities established by the Stakeholder Advisory Group. (General Fund-State)

**3. Privatization Initiative** - Savings are achieved by contracting out maintenance and laundry functions at one residential habilitation center. (General Fund-State)

**4. Increased Family Support Services** - Funding is provided to expand family support services to an increased number of individuals. Case management support is also provided. (General Fund-State, Other Fund-Federal)

**5. RHC Cottage Consolidation** - Savings are the result of using existing vacancies in cottages at Fircrest School and Lakeland Village as an opportunity to consolidate clients and decrease staff. Three cottages will be closed, two at Lakeland Village and one at Fircrest School. 81 FTE staff will be reduced by July 2001. (General Fund-State, General Fund-Federal)

**6. MH/DD Collaborative Workplan** - Funds are provided to further enhance on-going efforts to address the needs of individuals with developmental disabilities and mental illness. Resources will provide increased crisis intervention services, diversion from institutionalization, and expanded placements in the community. (General Fund-State, Other Fund-Federal)

**7. LTC Training Enhancements** - Funding is provided to develop training modules for boarding home staff on dementia, mental illness, and developmental disabilities and to develop rules regarding orientation, basic training, and continuing education for caregivers in all long-term care settings. (General Fund-State, General Fund-Federal)

**8. Medicaid Fraud and Abuse Detection** - Savings are achieved from a new fraud and abuse detection program implemented by the Department of Social and Health Services. The new program will help identify potential fraud and abuse cases and achieve increased cost recoveries in the Long Term Care, Medical Assistance, and Developmental Disabilities Programs. (General Fund-State, General Fund-Federal)

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Long-Term Care Services**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	1,020.6	928,805	1,936,812
Total Maintenance Changes	-13.1	-13,617	-41,898
<b>2000 Policy Changes:</b>			
1. Improve Home Care Safety #	0.5	128	256
2. APS Referral Increase	10.0	624	1,286
3. Targeted Adult Protective Services	2.3	897	1,794
4. Nursing Home Rate Setting	0.0	4,005	8,192
5. Medicaid Fraud and Abuse Detection	0.0	-372	-761
6. Federal Reporting Requirements	3.5	195	497
7. Efficiency Savings	0.0	-105	-105
Total Policy Changes	16.3	5,372	11,159
1999-01 Revised Appropriations	1,023.8	920,560	1,906,073

*Comments:*

**1. Improve Home Care Safety #** - Funding is provided to implement Substitute Senate Bill No. 6401 (vulnerable adults) which requires home care workers who have resided in the state for fewer than three years to be screened using both a state background check as well as an FBI interstate history background checks. (General Fund-State, General Fund-Federal)

**2. APS Referral Increase** - Funding is provided to investigate additional cases of abusive care. After the Linda David case become public, the number of complaints of abusive care increased over historical rates. Before that case, complaints were increasing by approximately one percent per month. (General Fund-State, General Fund-Federal)

**3. Targeted Adult Protective Services** - Funds are provided to reimburse the Department of Social and Health Services for a face to face review of all high-risk in-home care situations conducted in the fall of 1999 as a result of the Linda David case. (General Fund-State, General Fund-Federal)

**4. Nursing Home Rate Setting** - Funding is provided to implement the provisions of House Bill 2359 which modifies the nursing home property payment system. In addition to the provisions of the bill, additional funding is provided so that the capital portion of the rate will not require a pro-rata reduction to avoid exceeding the limit set in the budget. Funding is increased by \$0.49 per patient day in fiscal year 2000 and by \$1.43 per patient day in fiscal year 2001. (General Fund-State, General Fund-Federal)

**5. Medicaid Fraud and Abuse Detection** - The Department of Social and Health Services will implement a new fraud and abuse detection program. The new program will increase identification of potential fraud and abuse cases and cost recoveries/avoidance in the Long Term Care, Medical Assistance, and Developmental Disabilities programs. (General Fund-State, General Fund-Federal)

**6. Federal Reporting Requirements** - Funding is provided to better meet federal Health Care Financing Administration mandates on compliance and reporting issues associated with nursing homes. Compliance funding is increased by over one third to meet the federal requirement that all complaints alleging actual harm begin to be investigated within ten days. (General Fund-State, General Fund-Federal)

**7. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Economic Services**  
(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	4,859.0	898,737	2,150,449
Total Maintenance Changes	0.0	11,982	-18,907
<b>2000 Policy Changes:</b>			
1. Eliminate State Refugee Assistance	0.0	-1,220	-1,220
2. Child Support Technical Amend. #	0.0	-7	-22
3. Meet Federal Welfare Reform Rules	0.0	-44,400	-8,400
4. Technical Adjustments	0.0	-8,047	-6,428
5. Administrative Efficiency Savings	0.0	-7,884	-6,807
6. Workload Adjustment	-54.2	0	-5,323
7. Reduce Welfare to Work Match	0.0	-5,712	-5,712
8. Implement Time Limits on GA-U	0.0	-11,420	-11,420
9. Eliminate Naturalization Program	0.0	-1,906	-1,906
10. Automated Client Eligibility System	-2.2	-947	-947
11. Eligibility Streamlining	-5.0	-284	-491
12. Reduce Supervisors in Child Support	-2.8	-138	-413
13. Efficiency Savings	0.0	-973	-973
Total Policy Changes	-64.2	-82,938	-50,062
1999-01 Revised Appropriations	4,794.9	827,781	2,081,480

*Comments:*

- 1. Eliminate State Refugee Assistance** - Funding is eliminated for the state refugee assistance program. (General Fund-State)
- 2. Child Support Technical Amend. #** - Funding is provided for HB 2579 (Federal welfare reform act) which changes the provisions of the Personal Responsibility and Work Opportunity Reconciliation Act that apply to the child support program. The savings comes from allowing child support orders to be issued by regular mail delivery instead of personal delivery. (General Fund-State, General Fund-Federal)
- 3. Meet Federal Welfare Reform Rules** - State funds reserved for possible Temporary Assistance for Needy Families (TANF) penalties are eliminated and the state's required maintenance of effort level is reduced to 75 percent of historical levels rather than 80 percent. This item will be made possible by the WorkFirst program successfully fulfilling all federal welfare reform work activity participation requirements. In addition, Social Services Block Grant funding is transferred to the Children's Administration and backfilled with TANF funding. (General Fund-State, General Fund-Federal)
- 4. Technical Adjustments** - Federal funds are replacing state funds for the food assistance program and state funds are replacing local funds to avoid a reduction in federal child support incentive funding. (General Fund-State, General Fund-Local, General Fund-Federal)
- 5. Administrative Efficiency Savings** - Funding is reduced for staff that were hired to reduce the food stamp error rate. The error rate has been reduced, therefore funding for these staff is no longer necessary. Additional administrative savings are included. (General Fund-State, General Fund-Federal)
- 6. Workload Adjustment** - Temporary Assistance for Needy Families (TANF) caseworkers are reduced by 20 percent to correspond with the 40 percent decrease in TANF caseload. This reduction takes into consideration that the remaining caseload are potentially harder to serve clients that need more caseworker time. (GF-TANF)

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Economic Services**

**7. Reduce Welfare to Work Match** - Funding for the state match for the Welfare to Work grant is reduced. The Welfare to Work (WtW) grant was provided by Congress separately from the Temporary Assistance for Needy Families (TANF) block grant. The WtW grant is administered by the Employment Security Department through Private Industry Councils to provide employment services to the hardest to serve TANF recipients. In 1999 only the state match was spent therefore requiring less state match for the federal grant in the future. (General Fund-State)

**8. Implement Time Limits on GA-U** - Funding is reduced for the General Assistance-Unemployable (GA-U) program due to implementing time limits on GA-U recipients. The GA-U program provides cash assistance to single persons who are too disabled to work, but who do not qualify for federal Supplemental Security Income (SSI) benefits or Temporary Assistance for Needy Families (TANF) assistance. To achieve these savings, the department is directed to limit those on GA-U due to vocational factors to six months and those on GA-U due to social factors to 12 months. (General Fund-State)

**9. Eliminate Naturalization Program** - Funding is eliminated for the naturalization program. Naturalization services were funded in 1997 as a response to changes in the eligibility of legal immigrants for federal programs. In 1998, the federal law was changed to allow many immigrants who were not eligible for federal programs to once again receive benefits. The naturalization program has since declined dramatically. (General Fund-State)

**10. Automated Client Eligibility System** - Funding is reduced for the Department's automated client eligibility system (ACES). (General Fund - State)

**11. Eligibility Streamlining** - Ten staff are eliminated by July 2000 as a result of improvements in work practices and supporting technologies used by Community Services Offices. (General Fund-State, General Fund-Federal)

**12. Reduce Supervisors in Child Support** - Six managers are eliminated by July 2000 as a result of consolidation, elimination, or redistribution of work in the Division of Child Support. (General Fund-State, General Fund-Federal)

**13. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.



**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Alcohol & Substance Abuse**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	95.7	43,309	219,123
Total Maintenance Changes	0.0	-43	-470
<b>2000 Policy Changes:</b>			
1. Drug Courts	0.0	994	994
2. Transfer from CTED	0.0	173	173
3. Efficiency Savings	0.0	-23	-23
Total Policy Changes	0.0	1,144	1,144
1999-01 Revised Appropriations	95.7	44,410	219,797

*Comments:*

**1. Drug Courts** - Funding is provided for Drug Courts in King, Pierce and Spokane Counties. These drug courts have exhausted federal funding sources and state funds will enable them to operate at current levels. (General Fund-State)

**2. Transfer from CTED** - Funding is transferred from the Department of Community, Trade and Economic Development (CTED) for services to women who give birth to infants exposed to non-prescription use of controlled substances and/or abuse of alcohol by the mother during pregnancy. This will consolidated funding for this program within the Division of Alcohol and Substance Abuse. (General Fund - State)

**3. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Medical Assistance Payments**  
(Dollars in Thousands)

	<b>FTEs</b>	<b>House Republican Co-Chair GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	851.9	1,506,938	4,571,058
Total Maintenance Changes	0.0	53,076	112,617
<b>2000 Policy Changes:</b>			
1. Ticket to Work Program	1.4	0	649
2. Rural Hospital Reimbursement	0.0	0	1,602
3. Medicaid Fraud and Abuse Detection	0.6	-2,626	-5,404
4. Maximize ProShare Reimbursement	0.0	0	112,183
5. Restore Low-Income DSH	0.0	3,067	6,400
6. Prescription Drug Program Savings	0.0	-2,538	-5,000
7. Efficiency Savings	0.0	-45	-45
Total Policy Changes	2.0	-2,142	110,385
1999-01 Revised Appropriations	853.8	1,557,872	4,794,060

*Comments:*

**1. Ticket to Work Program** - Funding is provided for the Department to implement its responsibilities under the provisions of SHB2364 (disabled persons/employment). The Department will implement a Ticket to Work program and expand medicaid eligibility coverage to working disabled individuals. (Other Fund-State)

**2. Rural Hospital Reimbursement** - Funds are provided for the Department to establish a state enhanced reimbursement program for rural hospitals meeting specific criteria (SHB 3016).

**3. Medicaid Fraud and Abuse Detection** - Savings are achieved from a new fraud and abuse detection program implemented by the Department of Social and Health Services. The new program will help identify potential fraud and abuse cases and achieve increased cost recoveries in the Long Term Care, Medical Assistance, and Developmental Disabilities programs. (General Fund-State, General Fund-Federal)

**4. Maximize ProShare Reimbursement** - Additional claiming opportunities result in increased Medicaid reimbursement for nursing home services (ProShare). (General Fund-Federal, Health Services Account)

**5. Restore Low-Income DSH** - The 1999-01 budget reduced low-income, disproportionate share payments to hospitals by 10 percent. Funding is provided to restore the program to the same level as the 1997-99 biennium. (General Fund-State, General Fund-Federal)

**6. Prescription Drug Program Savings** - Savings are achieved by reducing the cost of prescription drugs based on the recommendations of the prescription drug task force. (General Fund-State, General Fund-Federal)

**7. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Vocational Rehabilitation**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	335.2	18,038	102,848
Total Maintenance Changes	0.0	-633	-1,672
<b>2000 Policy Changes:</b>			
1. Efficiency Savings	0.0	-4	-4
Total Policy Changes	0.0	-4	-4
1999-01 Revised Appropriations	335.2	17,401	101,172

*Comments:*

**1. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Administration/Support Svcs**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	738.2	50,895	98,216
Total Maintenance Changes	-35.0	-177	-2,284
<b>2000 Policy Changes:</b>			
1. Medicaid Fraud and Abuse Detection	3.1	933	3,184
2. Align Core Functions	-53.1	-2,416	-4,819
3. Efficiency Savings	0.0	-86	-86
Total Policy Changes	-50.0	-1,569	-1,721
1999-01 Revised Appropriations	653.3	49,149	94,211

*Comments:*

**1. Medicaid Fraud and Abuse Detection** - Funding is provided for a fraud and abuse detection program. The new program will result in increased identification of potential fraud and abuse cases and increased cost recoveries and cost avoidance in the Long Term Care, Medical Assistance, and Developmental Disabilities programs. (General Fund-State, General Fund-Federal)

**2. Align Core Functions** - The Department of Social and Health Services will selectively reduce the number of staff across the agency, resulting in 220 fewer FTEs on the payroll at the beginning of the 2001-03 biennium. (General Fund-State, General Fund-Federal)

**3. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Dept of Social and Health Services**  
**Payments to Other Agencies**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	House Republican Co-Chair		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	61,509	84,256
Total Maintenance Changes	0.0	54	91
1999-01 Revised Appropriations	0.0	61,563	84,347

*Comments:*

No policy changes were recommended.

**1999-01 Revised Budget (2000 Supp)**  
**Columbia River Gorge Commission**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	9.8	697	1,354
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Land Use Monitoring and Assistance	-0.6	-70	-140
Total Policy Changes	-0.6	-70	-140
1999-01 Revised Appropriations	9.2	627	1,214

*Comments:*

**1. Land Use Monitoring and Assistance** - Funding is reduced for land use monitoring and technical assistance. (General Fund State, General Fund Local)

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

9:51 pm

**Department of Ecology**

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	1,441.5	67,097	266,931
Total Maintenance Changes	0.0	55	103
<b>2000 Policy Changes:</b>			
1. Water Right Changes	4.0	750	750
2. Methamphetamine Lab Cleanup	2.0	0	749
3. Wastewater Discharge Permit Program	4.0	0	750
4. Continuing Woodstove Education	0.3	0	200
5. Air Quality Program	-13.0	0	-3,718
6. Federal Salmon Recovery Funding	-8.0	0	-3,453
7. Water Conservation and Reuse	-1.0	-150	-150
8. Landscape Planning Pilot	-0.5	-68	-68
9. Pine Hollow EIS	0.0	0	375
10. Pipeline Safety	1.3	225	225
11. Puget Sound Action Team	10.5	1,430	1,885
12. Federal Funding Authority	0.0	0	9,613
13. Roza Water Storage	0.0	0	300
14. Water Storage Task Force	0.4	150	150
15. Permit Assistance Center	-2.0	-250	-250
16. Efficiency Savings	-18.3	-473	-2,386
Total Policy Changes	-20.4	1,614	4,972
1999-01 Revised Appropriations	1,421.1	68,766	272,006

*Comments:*

**1. Water Right Changes** - Funding is provided to implement Substitute Senate Bill 6525 (Water Rights Changes). Additional staff are added to the Department of Ecology's Water Resources Program to process water rights changes.

**2. Methamphetamine Lab Cleanup** - Funding is provided for cleanup of contamination resulting from methamphetamine manufacturing labs. The State Toxics Account will be used next biennium to pay for the ongoing cleanup costs. (Public Safety & Education Account).

**3. Wastewater Discharge Permit Program** - Appropriation authority is provided for water quality permitting activities including stormwater management, municipal permit processing, and improved access to permit program information. (Water Quality Permit Account)

**4. Continuing Woodstove Education** - Appropriation authority is provided for local air quality programs and education and outreach efforts. (Wood Stove Education and Enforcement Account)

**5. Air Quality Program** - Local air quality programs will receive two-thirds of this one-time appropriation for local air quality efforts, and the Department of Ecology will utilize the remaining one-third to conduct education and outreach efforts. (Wood Stove Education and Enforcement Account)

**6. Federal Salmon Recovery Funding** - Appropriation authority is reduced for federal funding for salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

**7. Water Conservation and Reuse** - Funding is reduced for the water conservation and reuse program.

**8. Landscape Planning Pilot** - Funding is removed for the pilot landscape management plans initiated in the 1997-99 biennium.

**1999-01 Revised Budget (2000 Supp)**  
**Department of Ecology**

**9. Pine Hollow EIS** - Funding is provided to conduct an environmental impact statement of the Pine Hollow Reservoir Project in conjunction with the local irrigation district. (State Improvements Revolving Account - Water Supply Facilities)

**10. Pipeline Safety** - Funding is provided to implement Engrossed Second Substitute House Bill 2420 (Oil and Gas Pipeline Safety). The Department of Ecology shall work with the Utilities and Transportation Commission and the Washington State Patrol to develop the state Pipeline Safety Program, evaluate local response preparedness and training, and seek federal delegation of interstate pipelines.

**11. Puget Sound Action Team** - Funding is provided for the Puget Sound Action Team which is transferred from the Office of the Governor and consolidated within the Department of Ecology. (General Fund State, General Fund Federal, Water Quality Account).

**12. Federal Funding Authority** - Appropriation authority is increased for federal funding anticipated in the 1999-2001 biennium from the Environmental Protection Agency, the United States Fish and Wildlife Service, the National Oceanic and Atmospheric Administration, the United States Department of Energy, the Department of Defense, the Bonneville Power Administration, and the United States Geological Survey. (General Fund Federal)

**13. Roza Water Storage** - Funding is provided for a preconstruction analysis of the Roza irrigation district off-stream storage project at Washout Canyon. The analysis shall determine the site's suitability for construction of a retainment dam and water storage reservoir. (State Improvements Revolving Account - Water Supply Facilities)

**14. Water Storage Task Force** - Funding is provided for costs associated with staffing a water storage task force. The purpose of the task force is to examine the role of increased water storage in providing water supplies to meet the needs of fish, population growth, and economic development.

**15. Permit Assistance Center** - Funding is removed for staff in four regional permit assistance centers.

**16. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.



**1999-01 Revised Budget (2000 Supp)**  
**State Parks and Recreation Comm**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	604.8	55,571	89,182
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Northwest Avalanche Center	0.0	78	78
2. Contract Maintenance	-12.5	-47	-47
3. Native American Artifacts	0.0	0	0
4. Efficiency Savings	-1.5	-349	-495
Total Policy Changes	-14.0	-318	-464
1999-01 Revised Appropriations	590.9	55,253	88,718

*Comments:*

**1. Northwest Avalanche Center** - Funding is provided to maintain the current operating level of the Northwest Weather and Avalanche Center. The Center provides weather and avalanche forecasts for motorists, skiers, and people participating in outdoor recreation activities.

**2. Contract Maintenance** - Maintenance staff are reduced and funding shall be used to contract for maintenance projects at state parks. The State Parks Commission shall report to the appropriate legislative fiscal committees regarding the process used for identifying which parks are suitable for contract maintenance, the estimated costs and benefits of contracting maintenance, and a timeline for proposed implementation.

**3. Native American Artifacts** - A portion of the funding provided in the 1999 Operating budget for inventory of Native American remains and artifacts is shifted from fiscal year 2000 to fiscal year 2001 for costs that will extend beyond the first fiscal year of the biennium.

**4. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**State Conservation Commission**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	14.5	5,264	11,126
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Agriculture, Fish, and Water	0.0	250	250
2. Federal Salmon Recovery Funding	0.0	0	-1,800
3. CREP Technical Assistance	-0.5	-500	-500
Total Policy Changes	-0.5	-250	-2,050
1999-01 Revised Appropriations	14.0	5,014	9,076

*Comments:*

**1. Agriculture, Fish, and Water** - Funding is provided to support the agricultural community to negotiate with government agencies, tribes, and the environmental community to develop agricultural management practices to protect water quality and salmon.

**2. Federal Salmon Recovery Funding** - Appropriation authority is reduced for federal funding for salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

**3. CREP Technical Assistance** - Funding for technical assistance for the Conservation Reserve and Enhancement Program is reduced to reflect a delay in persons enrolling in the program while the Agriculture, Fish and Water process establishes agricultural management practices to protect water quality and salmon.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Dept of Fish and Wildlife**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	1,625.3	85,339	274,570
Total Maintenance Changes	-46.0	0	0
<b>2000 Policy Changes:</b>			
1. Landscape Planning Pilot	-1.9	-219	-219
2. Conservation Corps Administration	-0.5	-75	-75
3. Restore Hatchery Production	0.0	290	490
4. Rebuilding Distressed Elk Herds	0.0	0	250
5. Chiliwist Fire: Feed/Rehabilitation	0.4	326	326
6. Recovery of Marine Fish	2.0	400	400
7. Increased Legal Services - ESA	0.0	150	150
8. Pheasant Enhancement	0.0	0	300
9. Warmwater Game Fish Program	0.0	0	80
10. Hunter Education Program	0.0	0	30
11. ALEA Revenue Adjustment	0.0	0	-585
12. Federal Salmon Recovery Funding	-11.0	0	-3,375
13. Federal Salmon Enhancement Grants	0.0	0	1,000
14. Efficiency Savings	0.0	-542	-729
Total Policy Changes	-11.0	330	-1,957
1999-01 Revised Appropriations	1,568.4	85,669	272,613

*Comments:*

- 1. Landscape Planning Pilot** - Funding is removed for the pilot landscape management plans initiated in the 1997-99 biennium.
- 2. Conservation Corps Administration** - Funding is reduced for administrative costs for the Washington Conservation Corps programs.
- 3. Restore Hatchery Production** - Funding is provided to restore hatchery production reduced as a result of the Wildlife Fund shortfall, including production at Reiter Pond. Funding is also provided for essential hatchery operations for the production of salmon, steelhead, and trout. (General Fund-State, Wildlife Fund State).
- 4. Rebuilding Distressed Elk Herds** - Funding is provided for elk population surveys to help in elk herd recovery and to develop more accurate harvest estimates for state and tribal managers. (State Wildlife Account-State)
- 5. Chiliwist Fire: Feed/Rehabilitation** - A fire in September 1999 burned approximately 1,800 acres of winter range in the Chiliwist Wildlife Area. Funding is provided for a winter feeding program for deer and range rehabilitation activities to provide natural forage and prevent the infestation of noxious weeds.
- 6. Recovery of Marine Fish** - Funding is provided for science-based monitoring and fishery management to restore marine fish stocks including cod, herring, and rockfish. The Department is nearing completion of a draft Puget Sound groundfish recovery plan, and staff are provided to begin implementation of this plan. Specific activities include population monitoring, age composition analysis, genetic analysis to determine stock structure, and establishing and managing a network of marine protected areas.
- 7. Increased Legal Services - ESA** - Funding is provided for an additional Assistant Attorney General to engage in negotiating and litigating agency activities related to the listing of several salmonids under the Endangered Species Act, including hatchery and harvest management, which will be impacted by the rule.

**Dept of Fish and Wildlife**

9:51 pm

**8. Pheasant Enhancement** - An additional \$300,000 is provided for the Department to remove existing pheasant pens from the Whidbey Island Game Farm, raise pheasants for release on public lands, and for grants to enhance pheasant habitat. (Eastern Washington Pheasant Enhancement Account)

**9. Warmwater Game Fish Program** - Additional appropriation authority is provided for operation of the warm water game fish program to maintain existing productivity levels. (Warmwater Game Fish Account)

**10. Hunter Education Program** - Appropriation authority is provided to implement Substitute Senate Bill 6052 ( Hunter Safety Programs-Volunteer Support) to allow a portion of the fees collected from concealed weapons permits to be used to support volunteer instructors in the basic firearms safety training program conducted by the Department. (State Wildlife Account-State)

**11. ALEA Revenue Adjustment** - Appropriation authority is reduced for the Aquatic Lands Enhancement Account due to a decrease in revenues. Reductions will be made in grants for cooperative fish and wildlife projects, purchases of fish food to support hatchery fish produced for volunteer cooperative projects, and salmon recovery efforts targeted at wildstocks. (Aquatic Lands Enhancement Account)

**12. Federal Salmon Recovery Funding** - Appropriation authority is reduced for federal funding for salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

**13. Federal Salmon Enhancement Grants** - Appropriation authority is increased for the Department to provide pass-through federal grants to Regional Fisheries Enhancement Groups for salmon enhancement projects. (Regional Fisheries Enhancement Salmonid Recovery Account-Federal)

**14. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Department of Natural Resources**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	1,608.4	51,425	247,938
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Landscape Mgmt Pilot Project	-1.7	-110	-110
2. Administrative Reduction	-3.5	-500	-500
3. Conservation Corps Administration	-0.9	-181	-181
4. Emergency Fire Suppression	22.5	0	4,353
5. Correctional Camp Program	8.5	0	400
6. Forests and Fish Legislation	6.0	2,400	2,400
7. Reduced Revenue from Aquatic Lands	-6.0	0	-915
8. Reduce Air Pollution Control	-3.3	0	-177
9. Federal Salmon Recovery Funding	-6.0	0	-10,991
10. Efficiency Savings	-18.5	-268	-2,768
Total Policy Changes	-2.9	1,341	-8,489
1999-01 Revised Appropriations	1,605.6	52,766	239,449

*Comments:*

**1. Landscape Mgmt Pilot Project** - Funding is removed for the pilot landscape management plans initiated in the 1997-99 biennium.

**2. Administrative Reduction** - Funding is reduced for agency administrative costs.

**3. Conservation Corps Administration** - Funding is decreased for administrative costs for managing the Washington Conservation Corps program.

**4. Emergency Fire Suppression** - Funding is provided for fire suppression activities on state lands during the 1999 fire season. Additional authority is provided in federal and private/local funds to properly account for fire fighting costs on lands owned by others. (General Fund-Federal, General Fund-Private/Local, Disaster Response Account-State)

**5. Correctional Camp Program** - Additional appropriation authority is provided for operation of the Department's Correctional Camp Program to cover the costs of reimbursable payments from the Department of Corrections and other contracting parties. (General Fund-Private/Local)

**6. Forests and Fish Legislation** - Funding is provided to continue implementation of the Forest Practices - Salmon Recovery Act of 1999, including establishment of a Small Forest Landowner Office, rule development, technology improvements required to implement the rule, and technical assistance for landowners to comply with the new rules. (General Fund-State)

**7. Reduced Revenue from Aquatic Lands** - Funding is reduced for agency grant management activities, planning, site management and other agency operational activities due to decreasing revenues to the Aquatic Lands Enhancement Account. (Aquatic Lands Enhancement Account)

**8. Reduce Air Pollution Control** - Appropriation authority is reduced due to the elimination of the Clean Air Excise Tax. Public safety and fire prevention activities of the outdoor burning program are continued from permit fees collected solely for that purpose. (Air Pollution Control Account)

**9. Federal Salmon Recovery Funding** - Appropriation authority is reduced for federal funding for salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

**1999-01 Revised Budget (2000 Supp)**  
**Department of Natural Resources**

**10. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Department of Agriculture**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	711.2	14,792	81,239
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Water & Salmon Policy Participation	-0.8	-130	-130
2. Asian Gypsy Moth	0.0	600	600
3. Efficiency Savings	-2.7	-284	-284
Total Policy Changes	-3.5	186	186
1999-01 Revised Appropriations	707.7	14,978	81,425

*Comments:*

**1. Water & Salmon Policy Participation** - Funding is removed for staff to participate in salmon recovery development with the Governor's Salmon Team.

**2. Asian Gypsy Moth** - Funding is provided to conduct eradication efforts of Asian Gypsy Moth, a pest that feeds on conifer trees.

**3. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Washington State Patrol**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	511.3	42,987	74,299
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Agency Efficiencies	-7.0	-688	-688
2. Oil/Gas Pipeline Safety	0.5	125	125
3. License Fraud Investigators	-1.5	-243	-243
4. Vulnerable Adults	0.8	0	229
5. Replace Crime Lab Funding (I-695)	0.0	2,467	0
6. Missing Children's Task Force	0.0	0	434
7. Justice Information Network	0.0	0	179
8. Drug Lab Forensic Investigators	1.0	141	141
9. Narcotics Grant Match	0.0	0	454
10. Regional Info Sharing (RISSNET)	0.0	25	25
11. Toxicology Lab Transition	0.0	0	473
12. Toxicology Lab Technical Correction	0.0	0	300
13. Toxicology Lab: Network Study	0.0	0	100
14. Efficiency Savings	0.0	-189	-189
Total Policy Changes	-6.3	1,638	1,340
1999-01 Revised Appropriations	505.1	44,625	75,639

*Comments:*

**1. Agency Efficiencies** - Funding is reduced to better reflect actual expenditures through November, 1999, in activities funded from the general fund in the Support Services Bureau and the Investigative Services Bureau. Funding is also reduced to reflect an on-going savings equal to twenty five percent of the level achieved during the first five months of the biennium, but only in the Support Services Bureau.

**2. Oil/Gas Pipeline Safety** - Funding is provided to implement E2SHB 2420 (Oil/Gas Pipeline Safety). The Washington State Patrol will evaluate the preparedness of local first responders, conduct an assessment of the equipment and personnel, and develop curricula for training local first responders to deal with pipeline accidents.

**3. License Fraud Investigators** - A total of 22 FTE staff funded by both the transportation and operating budgets have been assigned to investigate vehicle license fraud. Funding is removed for investigators funded from the general fund beginning in fiscal year 2001.

**4. Vulnerable Adults** - Funding is provided to implement Substitute Senate Bill No. 6401 (vulnerable adults) which requires home care workers who have resided in the state for fewer than three years to be screened using both a state background check as well as an FBI interstate history background checks. (Fingerprint Identification-State)

**5. Replace Crime Lab Funding (I-695)** - Funds are provided to replace those lost as a result of passage of Initiative 695 to maintain service levels at the Washington State Patrol crime laboratory. The State Crime Laboratory provides forensic and DNA analysis of crime scene evidence for state and local criminal justice agencies. (Other funds: County Criminal Justice Assistance, Municipal Criminal Justice Assistance).

**6. Missing Children's Task Force** - In 1999, the Legislature enacted legislation which created a task force on missing and exploited children within the Washington State Patrol. At that time, funding was provided only for the first year of the 1999-01 biennium. Funding is provided to continue the operation of the task force in fiscal year 2001. (Public Safety and Education Account-State, Federal Seizure Account-Nonappropriated, State Seizure Account-Nonappropriated)



**1999-01 Revised Budget (2000 Supp)**  
**Washington State Patrol**

Thursday, February 17, 2000  
9:51 pm

**7. Justice Information Network** - The Justice Information Network (JIN) is a long-term, multi-jurisdictional project to improve the accuracy, completeness, and timeliness of information used by the criminal justice system. Funding is provided to add an electronic interface between the Automated Fingerprint Identification System and the Washington State Identification System. Federal funding for the JIN project for fiscal year 2001 is provided from federal Byrne Grant funding through the Department of Community, Trade, and Economic Development. (Public Safety and Education Account-State, Fingerprint Identification Account-State)

**8. Drug Lab Forensic Investigators** - Funding is provided for two additional forensic scientists to respond to the scene of, and support testing generated by, an increasing number of clandestine drug laboratories. The scientists will collect and provide analysis of evidence seized from these labs.

**9. Narcotics Grant Match** - For the past several biennia, the Washington State Patrol has been the recipient of allocations of federal Byrne grant funding for the support of multi-jurisdictional drug task forces. State funds are provided to match the Byrne grant funding during fiscal year 2001. (Public Safety and Education Account-State, Federal Seizure Account-Nonappropriated, State Seizure Account-Nonappropriated)

**10. Regional Info Sharing (RISSNET)** - Funding is provided to conduct a needs assessment and feasibility study for a system to aid in the identification, tracking, analysis, and apprehension of criminals. The system being contemplated would make criminal intelligence and investigation data available to law enforcement and corrections personnel across Washington state on a 24-hour basis.

**11. Toxicology Lab Transition** - The State Toxicology Laboratory was transferred from the University of Washington to the Washington State Patrol by the 1999 Legislature. Funding is provided to complete this transition and to replace outdated instruments used for the analysis of illicit drugs. (Death Investigations Account-State)

**12. Toxicology Lab Technical Correction** - The State Toxicology Laboratory was transferred from the University of Washington to the Washington State Patrol by the 1999 Legislature. A portion of the revenue that supports the Toxicology Laboratory comes from the Liquor Revolving Account. In the past, these funds were expended by the University of Washington through a non-appropriated account. Because the State Patrol does not have a nonappropriated account in which to receive and expend these funds, the transfer of these revenues to the Washington State Patrol necessitates an increase in the appropriation authority for the Death Investigations Account. This funding supports existing maintenance contracts on scientific equipment, other systems support, and the cost of referred testing for poisons that cannot be conducted at the State Toxicology Laboratory. (Death Investigations Account-State)

**13. Toxicology Lab: Network Study** - Funding is provided to conduct pre-design activities for a system that will link the toxicology lab to the justice information network (JIN). The system would provide local law enforcement agencies with electronic access to causes of death and results of toxicological tests. (Death Investigations Account-State)

**14. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**Department of Licensing**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	261.6	10,466	33,691
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Uniform Commercial Code Automation	0.0	0	326
2. Adjust Real Estate Research Account	0.0	0	-71
3. Efficiency Savings	0.0	-19	-19
Total Policy Changes	0.0	-19	236
1999-01 Revised Appropriations	261.6	10,447	33,927

*Comments:*

**1. Uniform Commercial Code Automation** - Increased appropriation authority is provided from the Uniform Commercial Code (UCC) Account for consultant support to re-engineer current work processes, develop the necessary software, and provide electronic retrieval and processing to speed the filing and searching of UCC records. (Uniform Commercial Code Account-State)

**2. Adjust Real Estate Research Account** - Expenditures from the Real Estate Research Account are reduced to match anticipated revenue. (Real Estate Research Account-State)

**3. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

# 1999-01 Revised Budget (2000 Supp)

## Public Schools OSPI & Statewide Programs (Dollars in Thousands)

	House Republican Co-Chair		
	FTEs	GF-S	Total
1999-01 Original Appropriations	254.6	53,638	148,615
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. General Apportionment Staff	0.5	86	86
2. Civil Liberties Education	0.0	251	251
3. Character Education	0.0	400	400
4. World War II Oral History Project	0.0	168	168
5. Nursing Assistant Training	0.0	0	3,132
6. Filtering Servers	0.0	431	431
7. Voc Student Organization	0.0	100	100
8. Beginning Teacher Assessment	1.0	134	134
9. Future Teachers Condit. Scholarship	0.0	885	885
10. School Safety	0.0	0	1,655
11. Federal Teacher Quality Grant	1.3	0	1,078
12. Efficiency Savings	0.0	-64	-64
Total Policy Changes	2.8	2,391	8,256
1999-01 Revised Appropriations	257.3	56,029	156,871

### Comments:

**1. General Apportionment Staff** - Funding is provided for an additional research and financial systems position within the school apportionment and financial services section. This position will support to the safety net committee operations and respond to information and research requests from the Governor and the Legislature.

**2. Civil Liberties Education** - Funding is provided to implement a civil liberties education program created under Engrossed Second Substitute House Bill 1572 (civil liberties education). Ten grants at an average level of \$20,000 will be provided during this biennium.

**3. Character Education** - One-time funding is provided for the implementation of character education programs under Engrossed Second Substitute House Bill 2409 (character education program). Funds will be allocated among districts that choose to implement a character education program at an equal amount per full-time equivalent elementary school student, with a minimum of \$200 per elementary school in participating districts.

**4. World War II Oral History Project** - Funding is provided to implement Substitute House Bill 2418 (WW II Oral History Project). The Office of the Superintendent of Public Instruction, with the assistance of an advisory group, will develop instructional guides. Up to twenty mini-grants at an average level of \$5,000 will be provided this biennium for documentation projects to supplement the instructional guides.

**5. Nursing Assistant Training** - Funds are provided to train one classified staff per elementary school as a certified nursing assistant. Training funds include costs for tuition, books, and any required registration or certifications. In addition, funding will compensate staff for their time at the training program.

**6. Filtering Servers** - One-time funding is provided to purchase a filtering server for districts that do not have a computer filtering system in place.

**7. Voc Student Organization** - Additional funding is provided to support the coordination of current vocational student organizations (VSOs). VSOs provide students opportunities to gain competencies and develop leadership skills.

**Public Schools  
OSPI & Statewide Programs**

**8. Beginning Teacher Assessment** - Funding is provided to develop a uniform statewide test of teachers' subject matter and teaching knowledge for beginning teacher certification candidates under House Bill 1714 (teacher assessment) or Substitute Senate Bill 6668 (educator quality).

**9. Future Teachers Condit. Scholarship** - Funding is provided for loans up to \$4,000 annually to 200 college students through future teacher conditional scholarships . Recipients of the loans must maintain a 3.0 or better grade point average in college. The loan obligation can be repaid by teaching two years in a Washington public school for every \$4,000 received.

**10. School Safety** - Funding is provided for grants to school districts that submitted qualifying applications for school security grants in the 1999-01 biennium. Districts that received funds during the 1997-99 biennium will be given first priority up to an amount equal to their 1997-99 biennial award. (Violence Reduction and Drug Enforcement Account)

**11. Federal Teacher Quality Grant** - Appropriation authority is provided for the second year of a three year federal Teacher Quality Enhancement Grant from the U.S. Department of Education. The grant provides funding for pilot projects that will assist in the development of statewide models that link teacher preparation to pupil outcomes, align teacher preparation programs with ongoing professional training and teacher certification, and extend successful local and regional programs to ensure competent teachers in high-poverty areas. (General Fund-Federal)

**12. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

## 1999-01 Revised Budget (2000 Supp)

Thursday, February 17, 2000  
9:51 pm

### Public Schools General Apportionment (Dollars in Thousands)

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	7,096,837	7,096,837
Total Maintenance Changes	0.0	-84,091	-84,091
<b>2000 Policy Changes:</b>			
1. Pension Changes	0.0	-52,288	-52,288
Total Policy Changes	0.0	-52,288	-52,288
1999-01 Revised Appropriations	0.0	6,960,458	6,960,458

*Comments:*

**1. Pension Changes -** In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current PERS employer rate will be reduced from the current 4.41 percent of salary to 3.58 percent and the TRS employer rate will be reduced from the current 8.49 percent to 6.03 percent.

## 1999-01 Revised Budget (2000 Supp)

Thursday, February 17, 2000  
9:51 pm

### Public Schools Pupil Transportation (Dollars in Thousands)

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	360,727	360,727
Total Maintenance Changes	0.0	1,563	1,563
<b>2000 Policy Changes:</b>			
1. Pension Changes	0.0	-693	-693
Total Policy Changes	0.0	-693	-693
1999-01 Revised Appropriations	0.0	361,597	361,597

*Comments:*

**1. Pension Changes** - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current PERS employer rate will be reduced from the current 4.41 percent of salary to 3.58 percent and the TRS employer rate will be reduced from the current 8.49 percent to 6.03 percent.

## 1999-01 Revised Budget (2000 Supp)

Thursday, February 17, 2000  
9:51 pm

### Public Schools Special Education (Dollars in Thousands)

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	785,497	933,656
Total Maintenance Changes	0.0	-9,861	-9,861
<b>2000 Policy Changes:</b>			
1. Pension Changes	0.0	-5,694	-5,694
Total Policy Changes	0.0	-5,694	-5,694
1999-01 Revised Appropriations	0.0	769,942	918,101

#### Comments:

**1. Pension Changes** - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current PERS employer rate will be reduced from the current 4.41 percent of salary to 3.58 percent and the TRS employer rate will be reduced from the current 8.49 percent to 6.03 percent.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000  
9:51 pm

**Public Schools**  
**Traffic Safety Education**  
(Dollars in Thousands)

	<b>House Republican</b>	<b>Co-Chair</b>	
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	0.0	0	16,276
Total Maintenance Changes	0.0	0	-752
1999-01 Revised Appropriations	0.0	0	15,524

*Comments:*

No policy changes were recommended.



## 1999-01 Revised Budget (2000 Supp)

Thursday, February 17, 2000  
9:51 pm

### Public Schools Educational Service Districts (Dollars in Thousands)

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	9,094	9,094
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Pension Changes	0.0	-59	-59
Total Policy Changes	0.0	-59	-59
1999-01 Revised Appropriations	0.0	9,035	9,035

*Comments:*

**1. Pension Changes -** In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current PERS employer rate will be reduced from the current 4.41 percent of salary to 3.58 percent and the TRS employer rate will be reduced from the current 8.49 percent to 6.03 percent.

**1999-01 Revised Budget (2000 Supp)**  
**Public Schools**  
**Levy Equalization**  
(Dollars in Thousands)

	House Republican Co-Chair		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	206,288	206,288
Total Maintenance Changes	0.0	19,297	19,297
1999-01 Revised Appropriations	0.0	225,585	225,585

*Comments:*

No policy changes were recommended.

## 1999-01 Revised Budget (2000 Supp)

Thursday, February 17, 2000  
9:51 pm

### Public Schools Institutional Education (Dollars in Thousands)

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	41,743	50,291
Total Maintenance Changes	0.0	-2,785	-2,785
<b>2000 Policy Changes:</b>			
1. Pension Changes	0.0	-303	-303
Total Policy Changes	0.0	-303	-303
1999-01 Revised Appropriations	0.0	38,655	47,203

*Comments:*

**1. Pension Changes** - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current PERS employer rate will be reduced from the current 4.41 percent of salary to 3.58 percent and the TRS employer rate will be reduced from the current 8.49 percent to 6.03 percent.

## 1999-01 Revised Budget (2000 Supp)

Thursday, February 17, 2000  
9:51 pm

### Public Schools Ed of Highly Capable Students (Dollars in Thousands)

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	12,446	12,446
Total Maintenance Changes	0.0	-120	-120
<b>2000 Policy Changes:</b>			
1. Pension Changes	0.0	-90	-90
Total Policy Changes	0.0	-90	-90
1999-01 Revised Appropriations	0.0	12,236	12,236

*Comments:*

**1. Pension Changes** - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current PERS employer rate will be reduced from the current 4.41 percent of salary to 3.58 percent and the TRS employer rate will be reduced from the current 8.49 percent to 6.03 percent.

# 1999-01 Revised Budget (2000 Supp)

## Public Schools Education Reform (Dollars in Thousands)

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	34.6	69,499	69,732
Total Maintenance Changes	0.0	-372	-372
<b>2000 Policy Changes:</b>			
1. Accountability Commission	0.8	250	250
2. Transfer TAP Funding	0.0	-3,445	-3,445
3. Lead Teacher Program	0.0	2,000	2,000
4. Increase WASL Participation	0.0	140	140
5. Charter Public Schools	0.0	2,000	2,000
6. Principal Assessment/Mentorship	0.0	250	250
7. Returning WASL Tests	0.0	10	10
8. Performance Pay Incentives	0.0	2,000	2,000
9. Supt / Principal Internships	0.0	610	610
10. Second Grade Reading Assessment	0.0	106	106
Total Policy Changes	0.8	3,921	3,921
1999-01 Revised Appropriations	35.4	73,048	73,281

### Comments:

**1. Accountability Commission** - Additional funding is provided to the Academic Achievement and Accountability Commission for a research analyst position, consultant services, and an expanded meeting schedule.

**2. Transfer TAP Funding** - Funding for the Teacher Assistance Program in FY 2001 is removed and transferred to the lead teacher and performance pay incentive programs.

**3. Lead Teacher Program** - Funding is provided for a lead teacher program. Lead teachers will spend part of their time outside of the classroom performing additional duties including mentoring and conducting demonstration classes. Lead teachers are expected to work beyond the district's contracted school year and will receive a stipend of \$10,000 in addition to their full salary.

**4. Increase WASL Participation** - Additional funding is provided to the Office of the Superintendent of Public Instruction to pay the contractor related costs of providing the Washington Assessment of Student Learning (WASL) test to groups of private school students who choose to take the test at their private school.

**5. Charter Public Schools** - Funding is provided for start-up grants and anticipated increases in enrollment associated with the implementation of charter public schools under House Bill 2415 (charter public schools).

**6. Principal Assessment/Mentorship** - Funding is provided for a principal assessment and support program. The program will develop a competency-based assessment for new principals and will provide mentorship support for new principals for up to three years.

**7. Returning WASL Tests** - Funding is provided to the Office of the Superintendent of Public Instruction for the development of a report to be submitted to the Legislature and the Governor by September 1, 2000. The report will outline the estimated costs associated with returning the entire Washington Assessment of Student Learning (WASL) test booklet to parents and teachers.

**8. Performance Pay Incentives** - Funding is provided for a performance pay incentive program to provide a \$1,000 incentive to teachers in participating districts who demonstrate knowledge or skill in a subject area aligned with the school or district's learning improvement plan and who document students' increased knowledge related to the state goals and essential academic learning requirements.

**1999-01 Revised Budget (2000 Supp)**  
**Public Schools**  
**Education Reform**

**9. Supt / Principal Internships** - Funding is provided for an additional 118 internships to eliminate the backlog of candidates seeking internships. Expenditures in this program primarily pay for substitute teachers to backfill the regular classroom of principal interns while the interns train as administrators during the school day. Increasing costs for substitute teachers and an increase in the number of principal intern candidates have resulted in a backlog in the program.

**10. Second Grade Reading Assessment** - Funds are provided to train new second grade teachers on how to administer the second grade reading assessment.

**1999-01 Revised Budget (2000 Supp)**  
**Public Schools**  
**Transitional Bilingual Instruction**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	71,744	71,744
Total Maintenance Changes	0.0	2,197	2,197
<b>2000 Policy Changes:</b>			
1. Pension Changes	0.0	-730	-730
Total Policy Changes	0.0	-730	-730
1999-01 Revised Appropriations	0.0	73,211	73,211

*Comments:*

**1. Pension Changes -** In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current PERS employer rate will be reduced from the current 4.41 percent of salary to 3.58 percent and the TRS employer rate will be reduced from the current 8.49 percent to 6.03 percent.

**1999-01 Revised Budget (2000 Supp)**  
**Public Schools**  
**Learning Assistance Program (LAP)**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	146,250	146,250
Total Maintenance Changes	0.0	-7,439	-7,439
<b>2000 Policy Changes:</b>			
1. Pension Changes	0.0	-782	-782
Total Policy Changes	0.0	-782	-782
1999-01 Revised Appropriations	0.0	138,029	138,029

*Comments:*

**1. Pension Changes -** In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current PERS employer rate will be reduced from the current 4.41 percent of salary to 3.58 percent and the TRS employer rate will be reduced from the current 8.49 percent to 6.03 percent.



**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000  
9:51 pm

**Public Schools  
Block Grants**  
(Dollars in Thousands)

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	60,720	60,720
Total Maintenance Changes	0.0	-424	-424
<b>2000 Policy Changes:</b>			
1. Early Grades Extended Learning	0.0	17,822	17,822
2. Professional Development	0.0	7,501	7,501
Total Policy Changes	0.0	25,323	25,323
1999-01 Revised Appropriations	0.0	85,619	85,619

*Comments:*

**1. Early Grades Extended Learning** - One-time funding is provided for extended learning opportunities. A block grant for the 2000-01 school year will fund new or enhanced educational opportunities focused on reading, writing, or math for students in grades 1-3. Funds may be used for before or after school programs, summer school, or Saturday programs.

**2. Professional Development** - Funding is provided for a professional development block grant to pay the costs of materials, speakers/trainers, and other expenditures related to the three learning improvement days funded in the 1999-01 biennial budget. The professional development block grant includes compensation expenses for classified instructional staff attending the training.

## 1999-01 Revised Budget (2000 Supp)

Thursday, February 17, 2000  
9:51 pm

### Public Schools Compensation Adjustments (Dollars in Thousands)

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	536,295	536,295
Total Maintenance Changes	0.0	-4,975	-4,975
<b>2000 Policy Changes:</b>			
1. Pension Changes	0.0	-5,109	-5,109
Total Policy Changes	0.0	-5,109	-5,109
1999-01 Revised Appropriations	0.0	526,211	526,211

*Comments:*

**1. Pension Changes** - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current PERS employer rate will be reduced from the current 4.41 percent of salary to 3.58 percent and the TRS employer rate will be reduced from the current 8.49 percent to 6.03 percent.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000  
9:51 pm

**Public Schools**  
**Common School Construction**  
(Dollars in Thousands)

	FTEs	House Republican Co-Chair GF-S	Total
1999-01 Original Appropriations	0.0	0	72,000
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Transfer to Common School Construct	0.0	0	5,282
Total Policy Changes	0.0	0	5,282
1999-01 Revised Appropriations	0.0	0	77,282

*Comments:*

**1. Transfer to Common School Construct** - State agency savings due to efficiencies were larger than anticipated in FY 1999. These General Fund-State savings are deposited in the Education Savings Account to provide state matching funds for school district construction projects. Additional Education Savings Account funding is transferred to the Common School Construction Account for K-12 school construction projects in the 1999-01 biennium. (Education Savings Account)

**1999-01 Revised Budget (2000 Supp)**  
**Higher Education Coordinating Board**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	73.5	237,237	247,435
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Master Teachers Aid	0.0	-1,000	-1,000
2. Child Care Grants	0.0	-75	-75
3. Community Scholarship Grants	0.0	-381	-381
Total Policy Changes	0.0	-1,456	-1,456
1999-01 Revised Appropriations	73.5	235,781	245,979

*Comments:*

**1. Master Teachers Aid** - The Master Teacher Financial Aid program was a new item in the 1999-01 budget. The second year of funding is not provided.

**2. Child Care Grants** - The Child Care Matching Grant program was a new item in the 1999-01 budget. The second year of funding is not provided.

**3. Community Scholarship Grants** - Due to restrictive eligibility criteria, the full amount of funding for Community Scholarship Matching Grants will not be used in the first year of the biennium. The second year of funding is not provided.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**University of Washington**

9:51 pm

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	17,439.7	650,906	2,711,104
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Health Benefit Reserves Pay Back	0.0	356	360
2. Enrollment Adjustment	-7.9	-1,085	-1,085
3. Recruitment & Retention	0.0	-462	-462
4. Advanced Technology Initiative	0.0	-750	-750
5. Graduate Student Health Insurance	0.0	450	450
Total Policy Changes	-7.9	-1,491	-1,487
1999-01 Revised Appropriations	17,431.8	649,415	2,709,617

*Comments:*

**1. Health Benefit Reserves Pay Back** - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the reserves. The current rate would repay the reserves by the end of fiscal year 2003. Funding is provided to repay the reserves by June 30, 2001. (General Fund-State, Accident Account, Medical Aid Account)

**2. Enrollment Adjustment** - The budget is adjusted for enrollments that didn't materialize as expected for the 1999-00 academic year. The Bothell campus is forecast to enroll 50 students fewer than originally budgeted; the Tacoma campus will enroll 75 fewer than budgeted. The enrollment base for the 2000-01 academic year is not reduced to reflect shortfalls this year.

**3. Recruitment & Retention** - The pool of funds for recruitment and retention efforts are reduced consistent with the Appropriations Committee Republican Co-Chair position at the end of budget negotiations in 1999.

**4. Advanced Technology Initiative** - The Advanced Technology Initiative is not continued in the second year of the biennium.

**5. Graduate Student Health Insurance** - Fifty percent of funds necessary to maintain the current level of graduate appointee health insurance coverage is provided. The University is expected to allocate existing funds or use co-payments to provide the balance of funds to maintain current levels of coverage.

**1999-01 Revised Budget (2000 Supp)**  
**Washington State University**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	5,507.6	380,566	787,015
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Air Pollution Control Fund Adjust	0.0	0	-149
2. Health Benefit Reserves Pay Back	0.0	211	211
3. Enrollment Adjustment	-32.9	-3,737	-3,737
4. Boiler Replacement	0.0	3,600	3,600
5. Enrollment Adjustment '01	-12.3	-1,426	-1,426
6. Recruitment & Retention	0.0	-288	-288
7. Advanced Technology Initiative	0.0	-450	-450
8. Attney General Revolving Fund	0.0	-90	-90
9. Technology Commercialization	3.9	600	600
Total Policy Changes	-41.3	-1,580	-1,729
1999-01 Revised Appropriations	5,466.3	378,986	785,286

*Comments:*

**1. Air Pollution Control Fund Adjust** - Funding is reduced due to the loss of revenue to the Air Pollution Control Account as a result of Initiative 695. (Air Pollution Control Account)

**2. Health Benefit Reserves Pay Back** - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the reserves. The current rate would repay the reserves by the end of fiscal year 2003. Funding is provided to repay the reserves by June 30, 2001.

**3. Enrollment Adjustment** - The budget is adjusted for enrollments that didn't materialize as expected for the 1999-00 academic year. The enrollment shortfalls compared to originally budgeted are: Pullman 288, Spokane 40, Tri Cities 158 and Vancouver 51. The enrollment base for the 2000-01 academic year is not reduced to reflect shortfalls this year.

**4. Boiler Replacement** - During recent inspections of the the boilers used for heating the Pullman campus, the University determined there was a need for immediate replacement. The University has been renting replacement units for this winter. Funding is provided for permanent replacement.

**5. Enrollment Adjustment '01** - Enrollment growth for the 2000-01 academic year is reduced at the request of the University. The Pullman campus will be reduced by 100, the Spokane branch campus by 50 and the Vancouver branch campus by 50.

**6. Recruitment & Retention** - The pool of funds for recruitment and retention efforts are reduced consistent with the Appropriations Committee Republican Co-Chair position at the end of budget negotiations in 1999.

**7. Advanced Technology Initiative** - The Advanced Technology Initiative was a new item for the 1999-01 biennium and is not continued in the second year of the biennium.

**8. Attney General Revolving Fund** - The extra costs of legal services related to facilities planning and construction contracts will be absorbed by the University.

**9. Technology Commercialization** - The University will develop biomedical research programs in Spokane. The research will contribute to the efforts of the Spokane Intercollegiate Research and Technology Institute (SIRTI) to provide economic development for eastern Washington through commercialization of ideas from higher education.

**1999-01 Revised Budget (2000 Supp)**  
**Eastern Washington University**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	1,151.6	84,965	152,636
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Health Benefit Reserves Pay Back	0.0	51	51
2. Recruitment & Retention	0.0	-75	-75
3. Enrollment Increase	0.6	76	76
Total Policy Changes	0.6	52	52
1999-01 Revised Appropriations	1,152.2	85,017	152,688

*Comments:*

**1. Health Benefit Reserves Pay Back** - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the reserves. The current rate would repay the reserves by the end of fiscal year 2003. Funding is provided to repay the reserves by June 30, 2001.

**2. Recruitment & Retention** - The pool of funds for recruitment and retention efforts are reduced consistent with the Appropriations Committee Republican Co-Chair position at the end of budget negotiations in 1999.

**3. Enrollment Increase** - Funding is provided for added enrollments in the 2000-01 academic year based on enrollment patterns this year. As of the February 2000 OFM enrollment forecast, there were 16 student FTEs more than originally budgeted for the year at the University. Funding is added at the rate provided to Comprehensive Universities for enrollment increases in the original 1999-01 budget.

**1999-01 Revised Budget (2000 Supp)**  
**Central Washington University**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	1,037.1	86,363	155,536
Total Maintenance Changes	0.0	324	324
<b>2000 Policy Changes:</b>			
1. Health Benefit Reserves Pay Back	0.0	55	55
2. Enrollment Adjustment	-7.5	-828	-828
3. Recruitment & Retention	0.0	-62	-62
Total Policy Changes	-7.5	-835	-835
1999-01 Revised Appropriations	1,029.7	85,852	155,025

*Comments:*

**1. Health Benefit Reserves Pay Back** - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the reserves. The current rate would repay the reserves by the end of fiscal year 2003. Funding is provided to repay the reserves by June 30, 2001.

**2. Enrollment Adjustment** - The budget is adjusted for enrollments that didn't materialize as expected for the 1999-00 academic year. The enrollment shortfall compared to originally budgeted levels is 198. The enrollment base for the 2000-01 academic year are not reduced to reflect shortfalls this year.

**3. Recruitment & Retention** - The pool of funds for recruitment and retention efforts is reduced consistent with the Appropriations Committee Republican Co-Chair position at the end of budget negotiations in 1999.



**1999-01 Revised Budget (2000 Supp)**  
**The Evergreen State College**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	633.5	46,592	81,623
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Health Benefit Reserves Pay Back	0.0	29	29
2. Recruitment & Retention	0.0	-38	-38
3. WSIPP Study Adjustment	0.0	-60	-60
4. Ctr for NW Study	0.0	-334	-334
Total Policy Changes	0.0	-403	-403
1999-01 Revised Appropriations	633.5	46,189	81,220

*Comments:*

**1. Health Benefit Reserves Pay Back** - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the reserves. The current rate would repay the reserves by the end of fiscal year 2003. Funding is provided to repay the reserves by June 30, 2001.

**2. Recruitment & Retention** - The pool of funds for recruitment and retention efforts is not continued in the second year of the biennium.

**3. WSIPP Study Adjustment** - Because of the late start date of new programs for street youths to be studied by the Washington Institute for Public Policy (WSIPP), the research funding needs to be shifted so that six months of work is extended into fiscal year 2002.

**4. Ctr for NW Study** - The Center for NorthWest Native American Studies state funding was initiated in the first year of the current biennium. Funding for the second year is not continued.

**1999-01 Revised Budget (2000 Supp)**  
**Western Washington University**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	1,607.5	109,565	219,430
Total Maintenance Changes	2.0	123	123
<b>2000 Policy Changes:</b>			
1. Health Benefit Reserves Pay Back	0.0	66	66
2. Enrollment Adjustment	-2.3	-253	-253
3. NSIS Consortium	0.0	-320	-320
4. Recruitment & Retention	0.0	-75	-75
Total Policy Changes	-2.3	-582	-582
1999-01 Revised Appropriations	1,607.2	109,106	218,971

*Comments:*

**1. Health Benefit Reserves Pay Back** - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the reserves. The current rate would repay the reserves by the end of fiscal year 2003. Funding is provided to repay the reserves by June 30, 2001.

**2. Enrollment Adjustment** - The budget is adjusted for enrollments that didn't materialize as expected for the 1999-00 academic year. The enrollment shortfall compared to originally budgeted levels is 61. The enrollment base for the 2000-01 academic year is not reduced to reflect shortfalls this year.

**3. NSIS Consortium** - The North Snohomish, Island and Skagit Consortium administrative expenses was a new item for the 1999-01 biennium and is not continued in the second year of the biennium.

**4. Recruitment & Retention** - The pool of funds for recruitment and retention efforts is reduced consistent with the Appropriations Committee Republican Co-Chair position at the end of budget negotiations in 1999.

**1999-01 Revised Budget (2000 Supp)**  
**Community/Technical College System**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	13,562.4	942,051	1,505,015
Total Maintenance Changes	0.0	665	251
<b>2000 Policy Changes:</b>			
1. Expand Distance Learning	4.0	750	750
2. Health Benefit Reserves Pay Back	0.0	511	511
3. Roof Replacement	0.0	1,000	1,000
4. Facilities Maintenance & Operations	1.2	666	666
5. Students With Disabilities	0.0	250	250
Total Policy Changes	5.2	3,177	3,177
1999-01 Revised Appropriations	13,567.6	945,893	1,508,443

*Comments:*

**1. Expand Distance Learning** - Funding is provided for the one-time acquisition of computer hardware and programming services to lay the foundation for a one-stop distance learning system that students can use to search for available classes and complete other admissions tasks.

**2. Health Benefit Reserves Pay Back** - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the reserves. The current rate would repay the reserves by the end of fiscal year 2003. Funding is provided to repay the reserves by June 30, 2001.

**3. Roof Replacement** - Funding is provided to replace a failing roof at Columbia Basin College.

**4. Facilities Maintenance & Operations** - Funding is provided for maintenance and operations costs of recently completed facilities that were funded from local funds and certificates of participation.

**5. Students With Disabilities** - Sufficient funding is provided to meet emergent needs by the Community and Technical Colleges for services to assist students with disabilities. Current expenditures are approximately \$1.5 million per year.

**1999-01 Revised Budget (2000 Supp)**  
**State School for the Blind**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		<b>Total</b>
	<b>FTEs</b>	<b>GF-S</b>	
1999-01 Original Appropriations	77.0	7,992	8,636
Total Maintenance Changes	0.0	113	113
1999-01 Revised Appropriations	77.0	8,105	8,749

*Comments:*

No policy changes were recommended.

**1999-01 Revised Budget (2000 Supp)**  
**State School for the Deaf**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	129.0	13,390	13,390
Total Maintenance Changes	0.0	133	133
<b>2000 Policy Changes:</b>			
1. Efficiency Savings	-3.0	-144	-144
Total Policy Changes	-3.0	-144	-144
1999-01 Revised Appropriations	126.1	13,379	13,379

*Comments:*

**1. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Work Force Trng & Educ Coord Board**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	23.7	2,247	37,151
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Closing the Skills Gap	0.0	224	224
Total Policy Changes	0.0	224	224
1999-01 Revised Appropriations	23.7	2,471	37,375

*Comments:*

**1. Closing the Skills Gap** - Funding is provided for grants to local workforce development councils that will help close the skills gap facing Washington's industries. Facilitators will bring businesses, labor organizations, and/or industry associations together into industry skills panels that will identify skills gaps in their industry and develop training curriculums that will provide the education needed by workers to fill those gaps. (General Fund-State)

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

**State Library**  
(Dollars in Thousands)

9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	136.1	16,598	25,457
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Efficiency Savings	-9.3	-510	-510
Total Policy Changes	-9.3	-510	-510
1999-01 Revised Appropriations	126.8	16,088	24,947

*Comments:*

**1. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Washington State Arts Commission**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	17.9	4,876	5,876
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. National Endowment for the Arts	0.0	0	20
2. Arts Task Force Recommendation	-0.8	-500	-500
3. Strategic Planning Process	0.0	0	25
Total Policy Changes	-0.8	-500	-455
1999-01 Revised Appropriations	17.1	4,376	5,421

*Comments:*

**1. National Endowment for the Arts** - In fiscal year 2001, the National Endowment for the Arts will increase its funding of the Arts Commission. (General Fund-Federal)

**2. Arts Task Force Recommendation** - Funding is reduced to eliminate the fiscal year 2001 appropriation recommended by the Blue Ribbon Arts Task Force. This reduction eliminates \$400,000 in grants for the arts in Washington communities and \$100,000 for capacity building by the Commission. \$250,000 of the Task Force's recommended appropriation may still be spent in FY 2000.

**3. Strategic Planning Process** - The Arts Commission successfully raised private funds to support its strategic planning process, which will be completed by June 30, 2000. Completion of the strategic plan is necessary for the release of additional state funds in FY 2001. (General Fund-Local)



**1999-01 Revised Budget (2000 Supp)**  
**Washington State Historical Society**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	53.6	5,307	6,840
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. History Lab	1.0	145	145
2. Efficiency Savings	0.0	-46	-46
Total Policy Changes	1.0	99	99
1999-01 Revised Appropriations	54.6	5,406	6,939

*Comments:*

**1. History Lab** - Funding is provided for two FTE staff for an internet state history program for K-12 students and teachers. This funding enables the Society to realize \$1.9 million in grants and donations for the History Lab.

**2. Efficiency Savings** - Funding is reduced by 7.5 percent for personal services contracts, travel, and equipment expenditures in agencies with more than 100 FTE staff. In addition, vacancy savings are realized based on agencies' average vacancy rate over the last four years.

**1999-01 Revised Budget (2000 Supp)**  
**Bond Retirement and Interest**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	0.0	1,108,747	1,268,839
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Update Projected Debt Serv Payments	0.0	9,429	27,024
Total Policy Changes	0.0	9,429	27,024
1999-01 Revised Appropriations	0.0	1,118,176	1,295,863

*Comments:*

**1. Update Projected Debt Serv Payments** - Funding is provided to address increased debt service payments due to interest rate changes. (General Fund - State, Other Funds)

**1999-01 Revised Budget (2000 Supp)**  
**Special Approps to the Governor**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	0.0	27,165	74,403
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Extraordinary Crim Just Costs	0.0	0	-690
2. Becca Legislation Assistance	0.0	13,946	13,946
3. Public Health Assistance	0.0	0	33,184
4. Lawsuits/Judicial Rulings	0.0	4,512	4,512
5. Transit Liability Contribution	0.0	50,000	50,000
6. Agricultural Trust Management	0.0	0	121
7. National World War II Memorial	0.0	50	50
8. Year 2000 Pool Reduction	0.0	-1,555	-1,555
9. Local Government Assistance	0.0	99,206	99,206
10. Transit Assistance	0.0	50,000	50,000
Total Policy Changes	0.0	216,159	248,774
1999-01 Revised Appropriations	0.0	243,324	323,177

*Comments:*

**1. Extraordinary Crim Just Costs** - Funding authority is reduced by \$690,000 to reflect less-than-anticipated reimbursement costs for the adjudication of an aggravated murder case in Okanogan County. (Public Safety and Education - State)

**2. Becca Legislation Assistance** - Amounts totaling almost \$14 million are appropriated to the Governor to provide ongoing financial assistance in implementing Becca legislation. Funding will be distributed to counties in the same manner as funding is distributed under RCW 82.14.310.

**3. Public Health Assistance** - Appropriations of \$9.5 million in FY 2000 and \$23.7 million in FY 2001 are made from the Health Services - State fund to the Governor to provide relief to counties and public health districts impacted by the loss of Motor Vehicle Excise Tax revenue following the passage of Initiative 695. (Health Services - State)

**4. Lawsuits/Judicial Rulings** - Funding is provided for the following one-time legal costs and settlements. An amount of \$12,000 is provided to the Citizens' Commission on Salaries for Elected Officials for legal costs related to a lawsuit. Funding in the amount of \$4,500,000 is provided to the Department of Personnel for the settlement of a 1991 lawsuit (Warner versus State of Washington).

**5. Transit Liability Contribution** - Due to the passage of Initiative 695, the Transportation Account will not have the revenues necessary to make the last two Motor Vehicle Excise Tax (MVET) distributions owed to public transportation systems. Funding is deposited from the General Fund to the Transportation Fund to partially offset this liability. The balance will come from various transportation funds.

**6. Agricultural Trust Management** - The 1999 Legislature created the Agricultural College Trust Management Account in the state treasury. Funds previously deposited to the Resource Management Cost Account from the proceeds of the sale of resources from agricultural college trust lands were moved into the new account. Additional funds credited to the sale of resources from agricultural college trust lands are made to the Agricultural College Trust Lands Management Account. (Resource Management Cost Account-State)

**7. National World War II Memorial** - An amount of \$50,000 is deposited to the World War II Memorial account to assist in the national campaign to construct a national memorial in Washington, D.C., honoring members of the armed forces who served in World War II.

**Special Approps to the Governor**

**8. Year 2000 Pool Reduction** - The Year 2000 pool was created to target funds for agencies to mitigate problems and issues arising from the Year 2000 date change. Appropriation authority is reduced to reflect actual allocations made from the Year 2000 pool and projected unspent monies.

**9. Local Government Assistance** - State funding is provided to pay for local program costs in the areas of court operations, police operations, care and custody of prisoner, crime prevention, and legal services. This funding will help offset the loss of Motor Vehicle Excise Tax revenue from the passage of Initiative 695. The amounts of \$5.7 million and \$60.5 million are appropriated to the Governor to distribute to cities in the same manner that funding is distributed under RCW 82.14.320 and under RCW 82.14.330, respectively. \$33 million is appropriated to the Governor to distribute to counties in the same manner as funding is distributed under RCW 82.14.310.

**10. Transit Assistance** - A one-time appropriation of \$50 million is made from the General Fund - State to the Transportation Fund to provide assistance to transit districts impacted by the loss of Motor Vehicle Excise Tax revenue following the passage of Initiative 695.

**1999-01 Revised Budget (2000 Supp)**

Thursday, February 17, 2000

9:51 pm

**Sundry Claims**

(Dollars in Thousands)

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	0.0	0	0
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. Self-Defense Claims	0.0	149	149
Total Policy Changes	0.0	149	149
1999-01 Revised Appropriations	0.0	149	149

*Comments:*

**1. Self-Defense Claims** - On the recommendation of the Division of Risk Management, payment is made under RCW 9A.16.110 for claims for reimbursement of legal costs and other expenses of criminal defendants acquitted on the basis of self-defense.

**1999-01 Revised Budget (2000 Supp)**  
**State Employee Compensation Adjust**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>House Republican Co-Chair</b>		
	<b>FTEs</b>	<b>GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	0.0	160,547	350,457
Total Maintenance Changes	0.0	71	326
<b>2000 Policy Changes:</b>			
1. 1998 Pension Valuation Savings	0.0	-13,033	-26,598
2. Health Benefit Reserves Pay Back	0.0	1,521	3,158
Total Policy Changes	0.0	-11,512	-23,440
1999-01 Revised Appropriations	0.0	149,106	327,343

*Comments:*

**1. 1998 Pension Valuation Savings** - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current Public Employees' Retirement System employer rate will be reduced from 4.41 percent of salary to 3.58 percent and the Teachers' Retirement System employer rate will be reduced from 8.49 percent to 6.03 percent. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Other Funds)

**2. Health Benefit Reserves Pay Back** - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the reserves. The current rate would repay the reserves by the end of fiscal year 2003. Funding is provided to repay the reserves by June 30, 2001. (General Fund-State, General Fund-Federal, General Fund-Local, and Salary and Insurance Increase Revolving Account)

**1999-01 Revised Budget (2000 Supp)**  
**Contributions to Retirement Systems**  
(Dollars in Thousands)

Thursday, February 17, 2000  
9:51 pm

	<b>FTEs</b>	<b>House Republican Co-Chair GF-S</b>	<b>Total</b>
1999-01 Original Appropriations	0.0	49,870	49,870
Total Maintenance Changes	0.0	0	0
<b>2000 Policy Changes:</b>			
1. 1998 Valuation Pension Savings	0.0	-1,722	-1,722
Total Policy Changes	0.0	-1,722	-1,722
1999-01 Revised Appropriations	0.0	48,148	48,148

*Comments:*

**1. 1998 Valuation Pension Savings** - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Funding is adjusted to reflect the decrease in state contribution rate for the Law Enforcement Officers' and Fire Fighters' retirement system (LEOFF). Starting May 1, 2000, the LEOFF state rate will be reduced from the current 2.35 percent of salary to 2.16 percent.